

BOARD OF DIRECTORS
PINE/STRAWBERRY WATER IMPROVEMENT DISTRICT
P.O. Box 134 - Pine, Arizona 85544-0134

MINUTES

Special Board Meeting – May 1, 2008

1) CALL TO ORDER

Pine-Strawberry Water Improvement District meeting was called to order at 7:00 PM by Bill Haney - Chair

2) PLEDGE OF ALLEGIANCE

3) ROLL CALL

Board Members Present:

- | | |
|----------------------------------|-----------------|
| 1. Bill Haney - Chair | 5. Ron Calderon |
| 2. Terry Schleizer – Vice Chair | 6. Barbara Hall |
| 3. Richard Dickinson - Secretary | |
| 4. Michael Greer - Treasurer | |

There was a Quorum
Number of public attendees not noted.

4) DELEGATE REPORTS

Elections – Barbara Hall noted that packet from Gila County Elections has not come in yet. Explained election process, candidates will not be running to replace a specific board member.

Barbara submitted a sample advertisement that could be run in the paper seeking an administrative assistant for PSWID Board Secretary.

5) OLD BUSINESS

- a. Discuss and take possible action regarding 2008/2009 Budget

Mike Greer, Treasurer, explained process to arrive at 2008/2009 Proposed Budget. He indicated tax levy would be same as last year. Every attempt was made so that no increases in taxes would be required for 2008/2009.

Terry Schleizer – requested that line item “Contingency” be ear-marked for the Water Conservation Project to ensure adequate funding.

Barbara Hall – questioned Mike regarding sufficiency of legal fees. It was determined that Legal fees should be sufficient, given that fees incurred due to acquisition of the water companies would be paid out of funds for acquisition not routine legal fees.

Costs associated with appraisal of water systems, hiring a water manager, would be paid out of cost of acquisition by monies dedicated to acquisition of the water systems. They would not be paid out of the regular operating budget.

Motion to accept 2008/2009 Budget as proposed – Ron Calderon, second – Terry Schleizer.
Motion carried 6-0.

Motion to publish 2008/2009 Proposed Budget as soon as possible next week – Terry Schleizer, second Richard Dickinson.
Motion carried 6-0.

- b. Discuss and take possible action regarding request for assistance by Curtis Chaney to provide him assistance in submitting a petition to the PSWID Board requesting one of his parcels 301-22-001D be transferred to Pine Water Association Domestic Water Improvement District.

Richard Dickinson discussed time limitations and process to set date and hold hearing to address petition submitted by Mr. Chaney. After further discussion, the Board requested and Mr. Chaney agreed that the Board could officially acknowledge acceptance of the petition as of May 1, 2008.

Motion for the PSWID Board to officially acknowledge submission and acceptance of the Chaney petition requesting one of his parcels 301-22-001D be transferred to Pine Water Association Domestic Water Improvement District – Richard Dickinson, second – Terry Schleizer. Motion carried 6-0.

Notification letters will be sent to ACC and Pine Water Co.

6) NEW BUSINESS

- a. Discuss and take possible action regarding the interest earning status of the Joint Well Development Escrow Account.

Mike Greer reported he has not received call back from JWDA Escrow officer indicating the interest earning status of the escrow account. Mike Greer to write letter to Escrow Officer of bank to get definitive answer as to status, and if escrow is not earning interest, establish interest earning status immediately as per the JWDA. Bill Haney to consult legal counsel regarding matter. Mike and Bill to report back to Board at next meeting.

7) SCHEDULE NEXT SPECIAL MEETING DATES

Meeting previously scheduled for May 15, 2008 has been rescheduled for Saturday, May 17, 2008 at 2:00 pm at the Pine Cultural Center.

Motion to schedule Chaney petition hearing for Special Meeting on Thursday, June 5, 2008 at 7:00 pm. Second – Richard
Motion carried 6-0.

8) CALL TO PUBLIC FOR NON-AGENDA ITEMS (3 minutes per speaker)

No speakers.

Motion to move to Executive Session – Terry Schleizer, second – Michael Greer.

Motion carried 6-0.

9) EXECUTIVE SESSION

Motion to open Executive Session – Ron Calderon, second – Terry Schleizer.

Motion carried 6-0.

John Gleige participated via teleconference.

- a. Discuss and take possible action concerning the acquisition of the Pine/Strawberry water systems.

Motion to end Executive Session – Terry Schleizer, second – Mike Greer

Motion carried 6-0.

10) NEW BUSINESS FOLLOWING EXECUTIVE SESSION

Motion to return to Open Session – Terry Schleizer, second – Mike Greer

Motion carried 6-0.

- a. Discuss and take possible action concerning the acquisition of the Pine/Strawberry water systems.

Bill Haney gave brief report regarding PSWID delegate's meeting with Robert Hardcastle, President Brooke Utilities, regarding the acquisition of the water systems. Meeting described as cordial, no decisions, each party to do further review.

Barbara Hall read and submitted her resignation as PSWID Board member. Board discussion/acceptance must be scheduled as an agenda item at next PSWID Board meeting.

11) CALL TO ADJOURN

Motion to adjourn – Barbara Hall, second – Mike Greer

Motion carried 6-0.

Reports Available directly from PSWID by request for April 17, 2008

1. *File # PSWID – 2008/2009 Proposed Budget – Treasurer – 05012008*
2. *File # PSWID – Resignation-Barbara Hall- 04172008*