

INSCRIPTION CANYON RANCH SANITARY DISTRICT

P.O. Box 215 Chino Valley, AZ 86323

~ HEARING/PUBLIC SESSION MINUTES~

November 16, 2015

approved January 5, 2016

Date: Monday November 16, 2015

Time: 4:00 p.m.

Place: Chino Valley District Office, 650 E. Center Street, Chino Valley, Arizona 86323

1. CALL TO ORDER.

The Governing Board for the Inscription Canyon Ranch Sanitary District convened into public session at approximately 4:00 p.m.

2. ROLL CALL.

Present were Al Poskanzer, Chairman; Bill Dickrell, Board Member; David Barreira, Board Member; Bill Whittington, District Counsel; Bob Busch, District Manager and Isabel Yribe, District Clerk.

Members of the public:

- Jim Binick
- Derek Scott

3. Dave Barreira made a motion to VOTE TO GO INTO EXECUTIVE SESSION FOR: discussion or consultation for legal advice with the attorneys of the Inscription Canyon Ranch Sanitary District pursuant to A.R.S. Section 38-431.03. (A)(3) and discussion or consultation with the attorneys of the Inscription Canyon Ranch Sanitary District in order to consider its position and instruct its attorneys regarding the District's position regarding contracts that are the subject of negotiations, in pending or contemplated litigation or in settlement discussions conducted in order to avoid or resolve litigation pursuant to A.R.S. Section 38-431.03. (A) (4) re:

A. Possible settlement of damage claim in conjunction with the defense of the developer lawsuit.

B. Consideration to award a design contract for a series of improvements and expansion of the wastewater treatment plant at 14000 Grey Bears Trail. The contract is not expected to exceed \$300,000 for the design. Actions may include holding further work sessions or field trips.

Bill Dickrell seconded the motion. The motion passed unanimously without any discussion.

During the Executive Session, the public will be asked to leave the Board meeting room until the public session is re-convened

Executive session began at approximately 4:05 p.m.

RECONVENE INTO PUBLIC SESSION at approximately 4:40 p.m.

CONSENT AGENDA (Routine items that may be approved by one motion)

Minutes of Meetings
Minutes of Public Meeting of October 9, 2015
Executive Session Minutes of October 9, 2015
Executive Session Minutes of July 24, 2015
Executive Session Minutes of August 31, 2015
Financial Reports- July and August 2015

Mr. Dickrell made a motion to approve the consent agenda. Mr. Barreira seconded the motion. The motion passed unanimously without discussion.

4. OLD BUSINESS – DISCUSSION & POSSIBLE ACTION RE:

A. Consideration of Resolution 2015-1, approving settlement of the damage claim in conjunction with the defense of the developer lawsuit. *Mr. Barreira made a motion to adopt Resolution 2015-1, approving the settlement of the damage claim in conjunction with the defense of the developer lawsuit. Mr. Dickrell seconded the motion. The motion passed unanimously.*

B. Consideration to award a design contract for a series of improvements and expansion of the wastewater treatment plant at 14000 Grey Bears Trail. The contract is not expected to exceed

\$300,000 for the design. Actions may include holding further work sessions or field trips.

There was a discussion regarding this agenda item:

Jim Binick stated that he was not comfortable with deciding on this item today as he is standing in for Davin Benner of Granite Basin Engineering and doesn't have enough background information on the matter. It was Mr. Binick's opinion that out of the four firms, he was certain one would require retraining of district personnel as the SBR system was something different for the District. He stated that there were more disadvantages than advantages to the SBR option at this point. He stated that the Santec option was something that the plant operator was accustomed to. He also stated that the Biolac option should be seen in action at the Big Park Sanitary District facility as suggested by the presenters of that option. Mr. Binick stated that the firm with the non-propriety option had an innovative approach and would buy the District time with some additional capacity. Mr. Dickrell had concerns regarding redundancy with the Biolac option. Mr. Scott stated that there was no need for redundancy as everything (equipment) was accessible because it was located above grade. Mr. Barreira stated that the Board should take advantage of the opportunity to visit the Biolac system in place at Big Park Sanitary District. Mr. Busch stated that two firm's proposals didn't appeal to him. He stated that the MLE option seemed attractive and also that the Biolac system seemed like a good solution for the District. His only concern at this point was financing the project. It was suggested by Mr. Poskanzer that the District ask Tru-Life for assistance in financing the project. Mr. Scott stated that his standout firm was the Biolac firm. He stated that the Biolac system took care of most of the work in the first phase of the project. He stated that the MLE option seemed to drag things out. Mr. Scott also stated that the Biolac

system's sludge handling aspect was appealing. Mr. Barreira stated that according to the Santec proposal, the District's existing equipment had a lifespan of ten years. Mr. Poskanzer made a motion to direct Mr. Busch to set up a time for all board members to visit Big Park Sanitary District as a Work Session¹ and to invite all interested parties to join them. Mr. Barreira seconded the motion. The motion passed unanimously without further discussion.

C. Setting a time and place for future meetings of the District Board. *The time for the next meeting is dependent on the availability of all board members. Mr. Busch will notify everyone of that time.*

5. NEW BUSINESS - DISCUSSION & POSSIBLE ACTION RE:

A. Approval of draft Financial Report for fiscal year ending June 30, 2015, prepared by Alyx Cohan, CPA. *Mr. Dickrell made a motion to approve the Financial Report for fiscal year ending June 30, 2015, prepared by Alyx Cohan, CPA. Mr. Barreira seconded the motion. The motion passed unanimously without discussion.*

B. Approval to sign MD&A Letter to Alyx Cohan, CPA in connection with preparation of the Financial Review of the fiscal year ending June 30, 2015. *Mr. Dickrell made a motion to allow the board chairman, Al Poskanzer to sign and execute the MD & A letter to Alyx Cohan, CPA. Mr. Barreira seconded the motion. The motion passed unanimously without further discussion.*

6. ADJOURNMENT

Mr. Poskanzer made a motion that the board meeting be adjourned. Mr. Dickrell seconded the motion. The motion passed unanimously without discussion. Therefore, the meeting was adjourned at 5:15 p.m.

Date

Board Clerk