

MINUTES OF MEETING  
of the  
CAMP VERDE SANITARY DISTRICT

The Board of Directors of the Camp Verde Sanitary District met in regular session on Thursday, July 8, 2010 at the District office, 155 N Montezuma Castle Hwy #11, Camp Verde, AZ at 6:00 pm. The public was invited to attend.

I. OPENING

a. Roll call

Gregg Freeman opened the meeting at 6:00 pm. Also present were Dick Ryneerson and Chip Norton. Ben Bueler and Carol Ryneerson were absent.

II. CALL TO PUBLIC

*This is the time for the public to speak to the governing board on any issue not on the agenda. A comment card must be filled out and turned in to a staff member before the meeting begins. Members of the Board may not discuss or take legal action on matters raised during an open call to the public. The only allowable responses a Board member may make are: 1) Board member may respond if there is direct criticism of the Board member; 2) Board member may direct staff to look in to a matter; or 3) Board member can ask to have this item placed on a future agenda A.R.S. § 38-431.01(G)*

a. Public comment (2 minute time limit per speaker.)

There were no comments.

III. PRESENTATIONS/INFORMATION/REPORTS

a. Presentation by the Town of Camp Verde and STARA on a proposed use for the leased 15 acres at the WWTP site. This item is required per Lease Agreement I.E. This item to include discussion and possible direction or approval for the Town's proposed Site Plan.

Mike Jenkins and Ron Long with the town were present along with Doug Powell from STARA. They are an engineering firm that specializes in land drop technology. They have several military contracts. This project will be a training center for their surveillance technology. It's motion sensitive. Camp Verde is the right terrain and elevation to simulate the locations this will be used in. Everything will be portable so there won't be any damage to the land. They would utilize local contractors where possible. After the initial move in the impact to the road would be minimal. Dick asked if this would be an armed facility. Doug replied that is a possibility but not in the beginning. Dick asked about the lighting. Doug replied that the balloon would have lights blinking on the tether. They would have low light on the ground. Gregg asked what targets they would use for training. Doug replied that cars on the freeway would be the most likely movement. Gregg asked what they would do to protect the privacy of the residents between the facility and I 17. STARA would address any privacy concerns in the lease agreement. They would work with the FAA on the airspace if that is necessary. There would be two Public Hearings before the Town could finalize the agreement at that time the final details would be worked out.

Chip moved to give approve the use as proposed by the town for the 15 acres in concept with future details such as indemnification, lease amounts, privacy concerns and other details to be worked out in a final lease agreement. Seconded by Dick. Motion carried unanimously.

Chip moved to hear item V.f . at this time and go into Executive Session. Seconded by Dick. Motion carried unanimously. The Board returned to public session at 6:50 pm.

b. Presentation and possible direction on a solar opportunity.

This item was tabled to a future meeting.

c. Reports from Operators.

Jim presented his report. They have had issues due to the higher temperatures. They have solved those issues and the plant is running well. TJ O'Malley has resigned effective July 9<sup>th</sup>. The used sand filter they were looking at would be cost prohibitive to install.

Marshall presented his report. The mosquito count is still down. We have received a letter from the manufacturer of the septage receiving unit stating that it was not designed for the application we are using it for. The Board directed Marshall to have the engineer look at solutions. He will have the SOP for the remediation of the lagoons finished by next month. Gregg cautioned them to be careful not to destroy the bentonite lining.

IV. CONSENT AGENDA ITEMS – *All these items may be enacted upon by one motion and approved as Consent Agenda items. Any item may be removed from the Consent Agenda and considered as a separate item on a Board members request.*

a. Approval of the minutes:

1. June 10, 2010 – Regular Meeting

b. Approval of Financial Reports:

1. June Financial Condition Report

2. Jun 9 – July 6 Warrants

3. June Project Funds Report

Chip moved to approve all consent items as presented. Seconded by Dick. Motion carried unanimously.

V. UNFINISHED BUSINESS

- a. Discussion, consideration and possible approval to purchase a Skid Steer at a cost not to exceed \$15,000. This is a budgeted item.

Dick moved to approve the purchase of a Skid Steer not to exceed \$15,000 including all attachments. Seconded by Chip. Motion carried unanimously.

- b. Discussion, consideration and possible approval to provide taps for two properties on Industrial Dr. that ADOT did not install during their construction in the amount of \$5800.00

Chip moved to pay for the missing taps. Seconded by Dick . Motion carried unanimously.

- c. Discussion, consideration and possible approval to purchase and install a cattle guard for \$3500.00.

Gregg asked Marshall to have the cattle guard installed at the lower entrance so it would also protect the leased part of our property.

Chip moved to approve the purchase and installation of a cattle guard not to exceed 3500.00. Seconded by Dick. Motion carried unanimously.

- d. Discussion, consideration and possible selection of an engineer for as-needed engineering services.

Chip reported on the selection committee recommendation. The committee is recommending that we hire two engineers. Pender Engineering for all items that don't require extensive wastewater experience and Doug Kobrick for all times requiring more extensive experience. They would be hired on an as needed basis.

Chip moved to hire an as needed engineer as recommended by the selection committee. Seconded by Dick. Motion carried unanimously.

- e. Discussion , consideration and possible direction to move forward with the Agreed Upon Audit and engagement of Auditor

It was noted that none of our lenders have required this audit. Since there wouldn't be any direct benefit to the District the Board felt it wouldn't be a prudent use of taxpayer's money.

Staff was directed not to proceed with the Agreed Upon Audit.

- f. Update on Coe & Van Loo lawsuit.

This item was heard in Executive Session.

VI. NEW BUSINESS

- a. Discussion, consideration and possible approval of new Debt Service Levy amount and setting a date for a Public Hearing.

The WIFA loan repayment requirement includes the entire amount of the \$2,000,000.00 whether it has been drawn down or not. The amount budgeted for in the Debt Service levy didn't include enough to cover the entire amount. The attorney was directed to look into this repayment requirement. This item was tabled until we hear back from Brett.

VII. UPCOMING AGENDA ITEMS

Fann change order.

VIII. ADJOURNMENT

Seeing no objection the meeting stood adjourned at 8:00 pm