



Sky Hi Domestic Water Improvement District
Board of Director's Scheduled Meeting October 10, 2019
Meeting Minutes

Board of Director's meeting called to order by the Chairman at 10:02am., at SHDWD pump house. In attendance, Bill Lucas, Susan Rodriguez, R. Inman, Bill Bro

Call to the public. None in attendance.

Chairman reviewed 9/16/19 Board meeting minutes. Short discussion on the last minutes, which focused on our approval of a drilling contractor (Beeman, lowest bidder, vetted by eng. contractor (Painted Sky, Inc.)). Motion to approve S.R, 2nd B.B., passed unanimously.

Treasurer's report: (M. Williams absent), the Chairman gave us a financial update (\$87.2k in checking account, \$64.3K in LGIP account). \$34.1K has been spent on the deep well project (to be reimbursed from RD when project begins). A minor issue regarding our Internet fees from Frontier com. was mentioned, and that the Chairman had corrected an overcharge billing.

Water works report: B. Bro said no new meters installed. No water volumes were given by our CPA or water operator, so no current "leakage" rates are known. Aprox. \$2,800 was spend YTD on water system maintenance, not including a new replacement well pump (#1) which is yet unbilled at aprox. \$6,500.

Admin: No new business. The possibility of a grant-funded desk audit on the possible contamination from the nearby surface Lead point source (Pat Mullin cinder pit) is still unknown.

Chairman's report: The Chairman gave an update on the deep well project. There are a couple paperwork items to completed by the contractor before a final contract is complete, at which time a final Board approval will finalize the process and a pre-construction meeting will take place, and the physical project can begin. Hopefully this can be completed within a couple weeks. The Chairman noted that the project drawdowns must be completed before the end of the two-year grant period, which ends 9/21/2020 when any unused grant monies will be withdrawn.

Old business: No formal items, but once again the tabled items of a "standby electric generator" and the need for a water rate increase were discussed. Both items will need to be addressed after the deep well project is completed and the Board understands the new fixed operating costs, revised financial resources, and physical requirements of our new system. Cost/benefit analyses may be necessary to address these long tabled issues.

A discussion of a new SHDWID newsletter was discussed to keep our users informed of the deep well project, possible rate increases, financial disclosures, etc. S.R. said she was open to articles for the 'winter newsletter'. As always, transparency of operations is a priority.


The Chairman mentioned that Navajo co. had completed their 'call to election' and no parties had entered the election for open Board positions. With that, no competition meant that the three Board positions up for re-election (B.B., M.W., R.I.) were unchallenged and those positions were then re-elected by default.

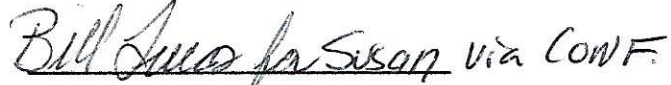
New Business: The Chairman noted that with the deep well drilling project, that access north of the SHDWID facility will require a new road ditch water culvert. This will be installed by Navajo co. (the Chairman had completed the necessary application paperwork), but the purchase of the 30 ft. culvert section will be our cost responsibility. It was motioned by S.R. that \$500 be approved for the cost. 2nd R.I., approved.

The Chairman made a "Call to Adjourn" at 10:51am, motion to approve S.R., 2nd B.B., approved.

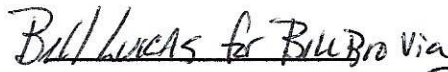
The next Scheduled Board meeting is January 7, 2020. Unscheduled Board meetings will probably be necessary as needed to comply with RD contract requirements on our deep well project.

Signed to approve these minutes and actions:


Bill Lucas, Chairman


Susan Rodriguez, Vice Chair


Maurice Williams, Tres.


Bill Bro, Operations CONF.


Richard Inman, Sec.