

ORIGINAL

BOARD OF DIRECTORS  
OF METROPOLITAN DOMESTIC WATER IMPROVEMENT DISTRICT  
PIMA COUNTY, ARIZONA

February 1, 1993  
5:00 P.M.  
7493 North Oracle Road, Suite 219  
Tucson, Arizona

**MINUTES**

**ATTENDANCE:**

Members: Alex Jacome, Chairman  
Herb Johnson, Member  
Kate O'Rielly, Member  
Pete Schlegel, Member  
Jim Tripp, Member  
Others Present: Representative from Brown and Bain  
Herb Bloom  
Jim Peterson, Oro Valley  
Pete Hershberger  
Bud Dooley  
Jack Conovaloff, General Manager Candidate  
Sheila Lewis, Staff of the MDWID  
Lucia Spohn, Staff of the MDWID  
Mark Stratton, Staff of MDWID  
Kathy Tanner, Staff of the MDWID  
Dave Tanner, Staff of the MDWID  
Dan M. Offret, Community Watch Committee

**A. CALL TO ORDER AND ROLL CALL**

1. The meeting was called to order at 5:10 p.m. by Alex Jacome, Chairman. All members were present.
2. Jim Tripp moved that the Board approve the meeting notice and agenda for February 1, 1993. Kate O'Rielly seconded. The motion passed unanimously.
3. Herb Johnson moved that the Board approve the minutes of the December 21, 1992 meeting. Kate O'Rielly seconded. The motion passed unanimously.

**OLD BUSINESS**

**B. ITEMS FOR DISCUSSION AND POSSIBLE ACTION**

1. Approval of hiring the accounting firm Cotton, Parker, Johnson & Co., P.C. Certified Public Accountants.

Without objection all subjects were reviewed and approved by the Board of Directors.

4. Introduce, consider and if deemed appropriate adopt:

- a. RESOLUTION NO. 15 ratifying and confirming the execution of the Joint Resolution regarding the Northwest Water Alliance.

"The Joint Resolution" issued by Michael McNulty from the offices of Brown & Bain was read aloud by the Chairman of the Board.

The motion was made by Jim Tripp and seconded by Kate O'Rielly to adopt RESOLUTION NO. 15. The motion carried unanimously with five members voting.

- b. Consideration/discussion of sub-regional recharge facility.

Without objection this item was continued indefinitely.

5. Introduce, consider and if deemed appropriate adopt:

RESOLUTION NO. 16, ratifying and confirming the execution of the amendment to the Intergovernmental Agreement with the Town of Oro Valley.

Without objection this item was continued to the next meeting.

6. A committee chaired by Herb Johnson and supported by Jim Tripp will define the functions of the Board of Directors and the functions and authorizations of the General Manager.

Jim Tripp made the motion and Pete Schlegel seconded the appointment of the committee. The motion carried unanimously with five members voting.

7. As amended by the Board of Directors this item was approved as follows:

A motion was made by Kate O'Rielly to create a sub-committee consisting of the Advisory members of the Metropolitan Domestic Water Improvement District to do the background work and research for Canada Hills and Rancho Vistoso Water Company with Alex Jacome as the Real Estate Consultant and Gary Woodard as the technical advisor. Peter Schlegel seconded the motion under the condition that Mr. Bob Logan will be considered as a resource after all other avenues have been explored.

Sheila Lewis and Dan Offret as part of the sub-committee proposed to appoint Cotton, Parker, Johnson & Company. Kate O'Rielly made the motion and Jim Tripp seconded to hire Cotton, Parker, Johnson and Company as the new accounting firm for Metropolitan Domestic Water Improvement District. The motion passed unanimously.

#### NEW BUSINESS

#### **C. ITEMS FOR DISCUSSION AND POSSIBLE ACTION**

1. A motion was made to create a sub-committee on the remodeling of the Paseo Del Norte Property.

The sub-committee chaired by Jim Tripp and supported by Sheila Lewis and Mark Stratton is empowered to use their best judgement and authorized to a ceiling of \$6000.00.

Without objection the motion passed unanimously with five members voting.

2. Jim Tripp made the motion and Kate O'Rielly seconded the approval of the demand list and status report on warrants as presented by Sheila Lewis, Controller of MDWID. The motion carried unanimously with five members voting.

3. The Staff Report provided information and update on following subjects:

##### a. Engineering

- Pump maintenance with FarWest on Campo Belle East Well and San Nicholas Well and breakdown of costs for each of the wells.
- Introduction of the Capital Improvement Program conducted by Mark Stratton, District Engineer
- Negotiations on trade of parcel on east side of La Cholla Boulevard and north of Orange Grove owned by Metro Water District will be continued by Mark Stratton, District Engineer.

##### b. Administration

- An evaluation of billing process will be performed by a representative from Moore business to improve efficiency.
- Complaint on razor wire by the Homeowner's Association adjacent to the vehicle storage yard will be handled by Sheila Lewis and Mark Stratton.

Alex Jacome made another motion to create a professional subcommittee regarding the acquisition of the water companies with emphasis on:

- evaluation of the possible acquisition of the Canada Hills Water Company
- preparing a financial projection on the feasibility acquisition
- assisting in a negotiation for the purchase if it became relevant
- assisting in the coordination with Oro Valley Intergovernmental Agreement and Metropolitan Domestic Water Improvement District.

The motion carried unanimously with 5 members voting.

**D. COMMENTS FROM THE PUBLIC**

Mr. Bud Dooley let the Board of Directors know that the acquisition of a water company at this particular time should not be a point of discussion. Mr. Dooley expressed the opinion that the Board of Directors should pursue a plan to what is going to happen with Metropolitan Domestic Water Improvement District. He feels that MDWID customers have a right to know what the status of the District will be in the long term.

Jim Peterson from Oro Valley informed the Board of Directors that they need to negotiate the possibility of a joint purchase of the Canada Hills Water Company with the Council of Oro Valley if the acquisition became relevant.

**E. EXECUTIVE SESSION**

Pursuant to ARS 38-431.03 (A) (1) to review and discuss Metropolitan Domestic Water Improvement District's position as it related to personnel and compensation matters including the office of the General Manager.

The Board of Directors reconvened at 7:30 p.m.. Upon roll call those present and absent were as follows:

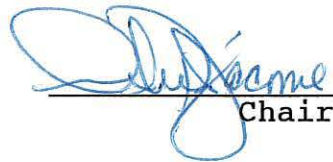
Present: Alex Jacome, Chairman  
Herb Johnson, Member  
Kate O'Rielly, Member  
Pete Schlegel, Member  
Jim Tripp, Member

Absent: None

1. The executive session ended at 7:45. Issue of the conversation was the hiring of Jack Conovaloff as the General Manager of Metropolitan Domestic Water Improvement District. Jim Tripp made the motion and Herb Johnson seconded to appoint Jack Conovaloff according to the terms of the contract as presented by Michael McNulty, Brown & Bain. The motion carried unanimously with 5 members voting.

**F. ADJOURNMENT**

As there was no further business to come before the Board, the meeting adjourned at 7:55 P.M.

  
Chair

ATTEST:

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Clerk