

## ICR SANITARY DISTRICT

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P.O. Box 2344  
Prescott, AZ 86302

### SPECIAL MEETING June 14, 2021

Approved June 17, 2021

1. **CALL TO ORDER of the RATE HEARING** by Mr. Bob Summers approximately 12:00 p.m. at the Prescott Public Library, Founders Suites A & B, 215 E. Goodwin St. Prescott, Arizona.

2. **ROLL CALL**

Present were Bob Summers, Board Chairman; Jeff McLeod, Board Member; Jerry DeSantis, Board Member, Bob Busch, District Manager; Bill Whittington, Legal Counsel; Cheryl Ibbotson, Water & Utility Billing Systems; and Isabel Yribe, District Clerk; The following audience members were in attendance.

Bob Hilb	Eileen McGowan	Mark Emanuele
Ray Damasek	Jeanette Summers	Charles Lehr

3. **PUBLIC FORUM**

Ms. Eileen McGowan asked how long the residents of the District would have to pay User Fees. Mr. DeSantis stated that User Fees would continue to be assessed unless User Fees were eliminated by a future Board. Mr. Charles Lehr said User Fees had been approved some years ago and asked why the Board implemented them last year. Mr. Summers responded that User Fees were implemented to meet requirements for WIFA financing that may be needed to fund the next plant expansion. Mr. McLeod added that, although he was not on the Board last year, he recalls a need to improve the District's cash flow was also cited as a reason for implementing the User Fees. Mr. McLeod reiterated that User Fees do not represent a source of additional revenue for the District. Rather, User Fees are an alternative source for collecting revenue which reduces by the same amount what the District needs to collect through property ad valorem taxes.

Mr. Summers stated that the only change to the 2021-2022 Rate and Fee Schedule was the Credit Card convenience charge.

4. **ADJOURNMENT** Therefore, the Rate and Fee Schedule Hearing was adjourned at approximately 12:07 p.m.

1. **CALL TO ORDER of the BUDGET HEARING** by Board Chairman, Bob Summers at 12:07 p.m. Mr. Summers proceeded to read the entire budget to the audience.

2. **PUBLIC FORUM**

Mr. Bob Hilb asked why lot sale fees, connection fees and inspection fees were forecast to be much lower next year than what is shown for the current year to date. Mr. McLeod said that lot sale and connection fees are deposited into a restricted capital account for future plant expansion rather than used for to meet operating expenses. While the current real estate market is very vibrant, Mr. McLeod said the Board chose to take a conservative

view in projecting fees to be collected from future lot sales and connections since they do not have a direct impact on the fiscal year budget. As the Board gets closer to a decision on when and how next plant expansion will take place, the funds actually collected from lot sale and connection fees and deposited into the restricted capital account will be considered in determining how the next expansion will be financed. Mr. Lehr asked how many lots were connected to the plant. Mr. Busch stated that there are 723 lots connected currently. There was a brief discussion regarding the process in which ad valorem taxes are assessed

3. **ADJOURNMENT** Therefore, the Budget Hearing was adjourned at approximately 12:24

1. **CONVENE INTO SPECIAL MEETING at approximately 12:24**

*Although the agenda for the meeting was properly posted, the information was only listed in the preamble of the agenda and not in the body of agenda as required by law. The meeting was therefore deemed an "Emergency/Special" meeting and will be properly posted tomorrow, June 15, 2021, as required by law.*

2. **NEW BUSINESS**

**A. Possible approval and Adoption of District Fees for 2021-2022 and approval to bill residential and commercial user fees.** *Mr. DeSantis moves to approve and adopt District Fees for 2021-2022 and approve to bill residential and commercial user fees. Mr. Summers seconds the motion. The motion passes unanimously without discussion.*

**B. Possible approval and Adoption of District Budget for fiscal 2021-22 and setting and certifying the tax lien amount for fiscal 2021-22.** *Mr. McLeod moves to approve and adopt District Budget for fiscal year 2021-2022 and to set and certify the tax lien amount for fiscal year 2021-2022. Mr. Summers seconds the motion. The motion passes unanimously without discussion.*

**C. Possible approval of investigating and applying for grant/grants related to plant capacity expansion, subject to full board approval.** *Mr. Summers moves to approve the investigating and applying for grant/grants related to plant capacity expansion, subject to full board approval. Mr. DeSantis seconds the motion. The motion passes unanimously. There was a brief summary by Mr. McLeod on grants that may be available to the District.*

3. **ADJOURNMENT** Therefore, the Special Meeting was adjourned at approximately 12:30 p.m.

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Board Clerk

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Date