

**BEAVER VALLEY DOMESTIC WATER IMPROVEMENT DISTRICT  
BOARD OF DIRECTORS REGULAR MEETING  
DRAFT MEETING MINUTES FOR FEBRUARY 11, 2012**

- 1) **CALL TO ORDER** -- 10:30 a.m. by Chairman Bing Brown
- 2) **ROLL CALL OF BOARD MEMBERS** -- Sam Baker, Cullen Bennett, Dick Harpster and Bing Brown were present; there was a quorum.
- 3) **CHAIRMAN'S COMMENTS** -- None.
- 4) **SCHEDULED PUBLIC APPEARANCES** -- Scott Smith.
- 5) **UNSCHEDULED PUBLIC APPEARANCES** -- None
  - A) **Call to the Public** -- None.
- 6) **APPROVAL OF LAST MEETING'S MINUTES** -- Mr. Baker moved for acceptance minutes from the meeting October 8, 2011; Mr. Bennett seconded. The motion passed. There were no meeting for November and December, 2011, or January 2012 due to a lack of a quorum each of those months.
- 7) **FINANCIAL REPORT**
  - A) **Account Balance** -- Chairman Brown reported the district's bank statement for Jan., 31, 2012 showed a total of \$417.76. The increase of three cents from previously reported balance was due to interest. The total reflects a balance of \$267.73 in the checking account and \$150.03 in savings.
  - B) **Other Financial Information** -- Chairman Brown said the bank reports its \$15.00 monthly service fee must be levied and then refunded each quarter.
- 8) **CORRESPONDENCE** -- Chairman Brown reported he had received a email from USDA and directors Baker and Bennett reported calls from Mike Davoren (see Agenda Item 11 below).
- 9) **NOMINATION FOR BOARD MEMBER**
  - A) **Qualifications** -- Chairman Brown introduced **Scott Smith** who owns a home in Beaver Valley's Unit 4 and asked him to give the board members a brief summary of his professional background. He replied he had experience in management, being an entrepreneur and working as a mortgage banker.
  - B) **Action** -- Chairman Brown **Nominated Mr. Smith** to fill the remainder of the term of **Jerry Nicholas**, who resigned in September, 2011; Mr. Baker seconded. **The board approved unanimously.**
- 10) **REPORTS & COMMUNICATIONS, INCLUDING POSSIBLE ACTIONS** --
  - A) **U.S. Agriculture Dept. load application** -- Chairman Brown reported he had contacted Loretta Orona, area specialist for Rural Development, to determine the status of the district's application. Her response was: Your application is at a standstill right now because Rural Development cannot obligate funds on an estimate and that is all I have currently received from the District." She added, "What we really need is to get a concrete purchase price from the current water company owner in order to proceed."
  - B) **Negotiations for purchase of BV Water Co.** -- Mr. Baker reported he had spoken to the water company owner, Mr. Daveron, this morning and he will meet with him tomorrow to discuss purchase of the water company. In today's discussion, Mr. Daveron did not disclose a price for the company or other details. Mr. Bennett said he had received a call from Mr. Daveron asking who, other than Mr. Baker, was negotiating the purchase and that he replied that it had been **Mr. Nicholas**, who resigned from the board. Mr. Baker said he would try again this weekend to determine the price and appropriate details, including explaining again to Mr. Daveron that the best source of funds for Beaver Valley residents to use was a low-cost government loan and that commercial banks concurred.
- 11) **BOARD MEMBERS' COMMENTS** --
  - A) There were no suggestions for business for the next board meeting (March 10, 2012).
  - B) Other topics -- None.
- 12) **ADJOURNMENT** -- 11:24 a.m.

Jerry L Nicholas  
586 N Possum Lane  
Payson AZ 85541

Beaver Valley Domestic Water Improvement District  
963 Beaver Flat Road  
Payson AZ 85541

Date: 20 Sep 2011

Subject: Board Resignation

Board Chairman, James C (Bing) Brown:

Please find enclosed a hard copy of my resignation that I emailed to you and all Board members on September 19, 2011. I called the Gila County Elections department today and according to them, the board is to accept my resignation and then send a copy of the minutes to the County Elections department reflecting same.

I'm sending this signed copy of the emailed version just to be sure I've complied with requirements to provide my resignation in writing.

I also went to Chase bank today and informed them of my resignation and that I wanted my name removed from the BVDWID accounts. Lisa Murphy, Assistant Vice President of Business banking, informed me you need sign some paperwork to officially remove me. Please do this ASAP. According to Lisa, my name was removed from the account today September 20, 2011. However, but your signature is apparently still required to make it official. I will be following up with Lisa to insure that this is accomplished in a timely manner.

Sincerely,



Jerry L Nicholas

CC: Sam K Baker, Richard Harpster, Ralph Cullen Bennett, Gila County Election Dept.

## BVDWID - Important Message

From: **Jerry Nicholas** (jerrylori55@msn.com)

Sent: Mon 9/19/11 3:21 PM

To: Bing Brown (bingbrown@q.com); Cullen Bennett (cullen@azfivestar.com); Dick Harpster (dickharpster@hotmail.com); Sam Baker (ilscsam@aol.com)

To: All Beaver Valley DWID Board Members,

This is to inform you that I am resigning my position as a board member of the Beaver Valley DWID effective immediately. I have been pondering this decision for some time now and have decided that it is time to move on. My reasons are personal.

I will be removing my name from our bank account at the Chase bank in Payson within the next 2 business days.

Also, I have certain records, including bank records, and some other DWID property to turn over to the Board. Please advise me how and when you would like this to occur.

I wish you all the best in your continued efforts to improve & enhance Beaver Valley's drinking water supply.

Regards,

Jerry L Nicholas



