

**Minutes, Green Valley Water District**  
**Public Hearings on proposed 2016/17 Tariffs for General Service and Rules and Regulations.**  
**June 9, 2016**

Pursuant to A.R.S. § 48-910.B, GVWD prepared, published and posted in three places within the district a notice of the public hearing on the proposed GVWD 2016/17 Tariffs for General Service and Rules and Regulations. A complete copy of the Proposed Tariffs were available for public inspection at the GVWD Office; and on the District web site. The notice of public hearings appeared in the Green Valley News on Sunday, May 22 and May 29, 2016. These public hearings were to hear comments of residents of the District regarding the proposed Tariffs for General Service and Changes to the Rules and Regulations.

**Proposed Tariffs for General Service**

1. Chairman R. Hedden called the Public Hearings to order and led the Pledge of Allegiance. The format will be presentation of the proposed 2016/17 Tariffs for General Service and Changes to the Rules and Regulations and immediately following there will be a separate Public Hearing on the Estimates of Revenues and Expenses. After each presentations time is allowed for questions and answers.
2. The meeting was turned over to the Finance Committee Chair L. Murphy who welcomed attendees and thanked the members of the Finance Committee and the Board of the Water District for all their work on the Tariffs and Rules and Regulations during the past year.

Setting tariffs is intricately associated to the budgeting process as the District determines both operational and capital expenses and then the revenues needed to support them. The work on the budget starts in January, as GVWD is an Improvement District we, by statue, must function as a nonprofit. The finance Committee develops a five year cash flow plan that looks at anticipated changes in both revenue and expenses as well as anticipated capital needs. Once this process is completed, the committee can determine whether or not a rate increase will be needed at some point over the next five years. This year there was no rate increase, however the committee did recommend that the existing surcharge on both residential and commercial customers be rolled into the base rate structure. Initially the surcharge was put in place to replace the significant lost revenue due to the closing of Canoa Hills Golf Course and there is no indication that it will open in the near future. This action will not affect the rate paid by water users only a change in how the bill looks.

- 3 There were no questions from the Public at this point in the presentation.

**Proposed Rules and Regulations**

L. Murphy reported that due to the increase in commercial accounts in the District, the payment rules needed to be tweaked to enhance the district's ability to collect payment from these accounts on a timelier basis. One changes is that commercial and turf accounts have fewer days to pay the bills. Another point of clarification was the ability to collect bill payment from tenants while maintaining the ability to have owners ultimately responsible if tenants default on the bill. Our goal is to assure that the Rules and Regulations provide guidelines to deal with problems that have arisen through the past years as our customer base has more commercial accounts.

4. Call to the Public: The audience was invited to make comment or ask questions on either the Tariffs or the Rules and Regulations:

**GREEN VALLEY DOMESTIC  
WATER IMPROVEMENT DISTRICT**

By Karen Thornton  
Karen Thornton, Clerk of the Board

R. Hedden  
R. Hedden, Chairman