

**Minutes, Green Valley Water District  
Public Hearings on proposed 2016/17 Estimated Expenses and Revenues  
June 9, 2016**

Pursuant to A.R.S. § 38-431.02 and A.R.S. § 42-17103, GVWD prepared, published and posted in three places within the district a notice of the public hearing on the proposed GVWD 2016/17 Estimates of Expenses and Revenues. A complete copy of the Estimates of Expenses and Revenues were available for public inspection at the Pima County Library Green Valley, Arizona; the GVWD Office; and on the District web site. The notice of public hearing along with a summary of the Revenues and Expenses appeared in the Green Valley News on Sunday, May 22 and May 29, 2016. This public hearing is to hear comments of residents of the District regarding the proposed Estimates of Expenses and Revenues.

1. Chairman R. Hedden called the Public Hearing to order. The format will be presentation of the proposed 2015/16 Estimates of Expenses and Revenues. After this presentation 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 budget for the past year.

The work on the budget starts in January when the 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 generally determine whether or not we should consider a rate increase at some point over the next five years.

The next step is to begin work on the annual budget which involves further refining of anticipated revenues and expenses and the capital projects that are anticipated during the next year. The Finance Committee, with the involvement of the entire board and the District's staff have devoted a substantial amount of time to this process.

L. Murphy commented on a major project that was completed in 2014/15 which was to change out the medium at the Arsenic Treatment plant and in 2015/16 upgrading and painting of the Districts storage tanks as examples of capital projects that the District has to budget for.

The culmination of the process is this public hearing which allows the public to comment on the proposed budget. Following this hearing, the Estimates of Revenue and Expenses will be presented to District's Board of Director for their approval to adopt these estimates as the GVWD 2016/17 Operating Budget.

The proposed budget was summarized.

3. Call to the Public:

Question: The bonds were refinanced but were the WIFA loans refinanced at the same time?

Answer: Yes they were. This allowed the District to reduce our debt service. Further the lower interest rates allow the District to complete mandated projects without a rate increase.

3. Adjournment: Being no questions the meeting was adjourned at 9:20 AM

Minutes approved September 8, 2016

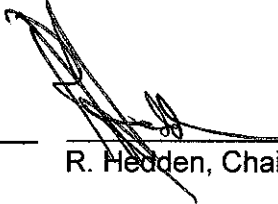
Question: When was the last time the District asked for a rate increase? Answer: It has been 4 years. Being a governmental entity, The Water District cannot make a profit or have a loss thus we have to generate the revenue to meet the approved expenses in the Operating Budget.

Being no further questions the Public Hearing on Tariffs and Rules and Regulations was adjourned at 9:10.

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**GREEN VALLEY DOMESTIC  
WATER IMPROVEMENT DISTRICT**

By Karen Thornton  
Karen Thornton, Clerk of the Board

  
R. Hedden, Chairman