

**MINUTES OF THE SPECIAL MEETING
OF THE SR 89 UTILITY PROJECT CITIZEN COMMITTEE
OF THE TOWN OF CHINO VALLEY**

**Wednesday, May 1, 2013
6:00 P.M.**

The SR 89 Utility Project Citizen Committee of the Town of Chino Valley, Arizona, convened for a special meeting in the Chino Valley Council Chambers, located at 202 N. State Route 89, Chino Valley, Arizona.

Ron Grittman called the meeting to order 6:00 P.M.

Members present: Gary Warren (Chair), Don Wojcik, John Adams, Art Castricone, and Karri Bloom, Bud Hanen, Paul Eguina.

Guest present: Councilmember Linda Hatch, Pat McKee

Staff present: Town Engineer Ron Grittman, Financial Director Joe Duffy, Council liaison Lon Turner, Consultant Pat Walker, Utility Supervisor Chris Bartels.

3. CALL TO THE PUBLIC- no public comments

4. NEW BUSINESS

4a. Review, discuss and approve committee charter

The committee mentioned the following:

- Don Wojcik's position on the committee and being council elect. Currently Don is a private citizen on the committee and will change his position when sworn in to Council on June 11.
- Becoming a political action committee.

4b. Appoint Chairperson of Committee

The board appointed Gary Warren as the Chairperson.

4c. SR89 Utility Project

Ron Grittman discussed the six (6) area design plans for getting utilities to the highway.

- Bond issuance (property tax) for the construction of water and sewer along State Route 89.
- Mandatory sewer but not water hookup for residential area
- Buy in fee sewer 6,000 buy in fee water 4,000
- Cost to develop different areas
- Current and projected pipe lines
- Water PSI in the projected areas
- History of Chino Valley water management
- Sewer plant contract

4d. Available funding sources in Arizona

Pat Walker discussed strategic financial sustainability and stability.

- Impact fees
- Development fees
- Federal grants
- General obligation bonds, lowest investor risk, require vote of the people.
- Improvement districts - based on debt to value ratio, subject to 50 +one owner approval.
- Revenue bonds – determined by Council.

The State of Arizona limits the amount of debt a town can maintain. Debt capacity is based on a percentage of assessed value. The Town's current assessed value is 67 million dollars.

- Primary and Secondary taxes and what types of projects they are used on.
- Water Infrastructure Finance Authority (WIFA) financing.

5. FUTURE AGENDA SUGGESTIONS

6. ADJOURNMENT

The committee agreed to meet on Monday 5-6-13 at 5:30 p.m.

The committee adjourned at 8:20 p.m.

Submitted this 21st day of May, 2013

By: *Liz Hart, Town Clerk Assistant*