

**THE MINUTES OF THE REGULAR MEETING OF THE MAYOR AND
CITY COUNCIL OF THE CITY OF WILLCOX, COCHISE COUNTY, AZ
HELD ON THIS 5th DAY OF JULY 2018**

CALL TO ORDER - Mayor Michael Laws called the meeting to order at 6:30 p.m.

ROLL CALL - City Clerk Crystal Hadfield called the roll.

PRESENT

Mayor Michael J. Laws
Vice Mayor Terry Rowden
Councilman Elwood "Woody" A. Johnson
Councilman Gerald "Sam" Lindsey
~~Councilman Robert A. Irvin~~
Councilman Timothy A. Bowlby
Councilwoman Rachel D. Garza

STAFF

City Attorney Ann Roberts
Interim City Manager Crystal Hadfield
Administrator of Development Services Jeff Stoddard

ABSENT

Councilman Robert A. Irvin

PLEDGE OF ALLEGIANCE TO THE FLAG - Led by Mayor Laws.

CALL TO THE PUBLIC – Shelly Renee Leon is running for the House for this district. She came to Willcox to see what is important to Willcox.

DECLARATION ON CONFLICT OF INTEREST – None

ADOPTION OF THE AGENDA

MOTION: Councilmember Lindsey made a motion to adopt the agenda as presented.

SECONDED: Councilmember Bowlby seconded the motion.

MOTION CARRIED

APPROVE THE JUNE 19, 2018 SPECIAL COUNCIL MEETING MINUTES

MOTION: Councilmember Bowlby made a motion to approve the June 19, 2018 special Council meeting minutes.

SECONDED: Vice Mayor Rowden seconded the motion.

MOTION CARRIED

APPROVE THE JUNE 20, 2018 COUNCIL WORK SESSION MINUTES

MOTION: Vice Mayor Rowden made a motion to approve the June 20, 2018 Council work session minutes.

SECONDED: Councilmember Bowlby seconded the motion.

MOTION CARRIED

APPROVE THE JUNE 21, 2018 COUNCIL MEETING MINUTES

MOTION: Councilmember Bowlby made a motion to approve the June 21, 2018 Council meeting minutes.

SECONDED: Councilmember Lindsey seconded the motion.

MOTION CARRIED

RESOLUTION 2018-19 – A RESOLUTION AUTHORIZING AND APPROVING THE PURCHASE OF WORKER'S COMPENSATION INSURANCE FROM THE ARIZONA MUNICIPAL RISK RETENTION POOL, "A.M.R.R.P."

MOTION: Councilmember Bowlby made a motion to approve Resolution 2018-19.

SECONDED: Councilmember Garza seconded the motion.

DISCUSSION: Ed Bantel from Southwest Risk gave a brief presentation. The experience modification factor "EMOD" was a 2.05 and went to a 1.64 and lowered even further to a 1.15 which is about a \$30,444 decrease from last year. It is possible to go below a 1.0; however the City is doing excellent. Property and casualty was discounted because of the work on the workman's compensation decreases. Councilmember Lindsey asked about past claims, how long does it stay on record? Bantel replied that it is three years. Councilmember Lindsey said we had one claim that was from 12/08/14 that was for \$36,765 which has been distorting everything. Bantel said it will stay on as long as the claim is open. Lindsey said under primary loss the \$27,676, but the incurred loss, where does that figure come from?

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Bantel said the loss is capped and what is reserved. Lindsey asked does 100% represent the average of the State. Bantel said that the information is put in an algorithm and is based on our payroll compared to other cities and towns in the Country. 1.15 is slightly above average in claims.

MOTION CARRIED

RESOLUTION 2018-20 – A RESOLUTION APPROVING AND AUTHORIZING THE WRITE-OFF OF TERMINATED UTILITY ACCOUNTS THAT HAVE BECOME NON-COLLECTABLE

MOTION: Councilmember Lindsey made a motion to approve Resolution 2018-20.

SECONDED: Councilmember Garza seconded the motion.

DISCUSSION: Councilmember Johnson asked if the amount is about average. Interim City Manager Hadfield said that it is a little higher than normal mainly because we are writing off two years instead of one year based on the auditor's recommendation. Also, we did have a business that went out on us that was a rather sizeable amount. Johnson asked if this is some delinquencies or foreclosures. Hadfield replied that it is both. Letters are sent out and then it goes to the State for collection and if it doesn't receive any hits, it is considered uncollectible. Johnson asked if this affects their FICO scores. Hadfield replied that it doesn't, we had a really poor response to sending it to a collection agency. It now goes to the State where it either comes out of lottery winnings or State income taxes. Johnson asked if it is attached to their State returns and not Federal. Hadfield replied that was correct. Councilmember Lindsey asked if the \$17,358.97 is not eligible for the State program. Hadfield replied that it is already in the State program with no hits on it. Mayor Laws asked if we send these out registered mail or regular mail. Hadfield replied that we send it out regular mail due to the cost. Mayor Laws asked about how many units are we talking. Hadfield said she did not have the exact numbers of accounts but it is about 40 – 50. Laws asked if it is over a year. Hadfield replied two years. Vice Mayor Rowden said that it is her understanding that with the exception of the business that went out, most of the accounts was under \$50. Hadfield replied that is incorrect, that \$50 is the threshold of what we can send to the State. Rowden said so it must be over \$50 to send to the State to which Hadfield replied yes. Johnson asked if we send it after three months or six months. Hadfield replied that we have to wait six months by law. Lindsey said that the amount we are writing off is it currently in the State? What happens if we write it off? Hadfield replied that we have to remove it from the State but if that person comes in we see that their account was written off and ask them to pay it before services are opened. Johnson asked once it is collected from the state it clears it and they pay us. Hadfield replied that was correct. Mayor Laws asked if we can still collect once it is written off. Hadfield replied yes, if they come in to open services. Lindsey asked why we need to write it off if the State is still trying to collect it. Johnson asked if we can issue a 1099 cancellation of debt on it. Hadfield said it may have to go to small claims court. Johnson explained the 1099 cancellation of debt process. Hadfield replied that because we have so much debt on the books, the auditors recommended that we clear it off. Lindsey asked if it would be through 2017. Hadfield said it would be 2014 and 2015. Rowden asked if this is something that has already gone through the State and it has been unsuccessful in collecting through income taxes. Hadfield replied that was correct.

MOTION CARRIED

PUBLIC HEARING ON FISCAL YEAR 2018-19 BUDGET

PUBLIC HEARING OPENED: Mayor Laws opened the Public Hearing at 6:46 p.m.

PUBLIC HEARING CLOSED: Mayor Laws closed the Public Hearing at 6:47 p.m. with no comments.

PUBLIC HEARING ON PROPERTY TAXES

PUBLIC HEARING OPENED: Mayor Laws opened the Public Hearing at 6:47 p.m.

PUBLIC HEARING CLOSED: Mayor Laws closed the Public Hearing at 6:48 p.m.

DISCUSSION: Councilmember Lindsey said that it should be pointed out that it will be much cheaper because there is no secondary tax. Paul Sheets said the public says thank you.

RESOLUTION 2018-21 – A RESOLUTION ADOPTING THE FINAL BUDGET OF THE CITY OF WILLCOX FOR FISCAL YEAR 2018-19

MOTION: Councilmember Bowlby made a motion to approve Resolution 2018-21.

SECONDED: Councilmember Lindsey seconded the motion.

DISCUSSION: Councilmember Johnson states that the budget is \$14,408,465 and there is a freeze on capital expenditures until the new City Manager comes on August 6, 2018. Councilmember Bowlby said that there are some big tournaments coming up and the golf carts are considered capital and is there something we can do because the golf course is down on carts. Mayor Laws said we still have the \$25,000 limit. Hadfield said it is about \$18,000 for all of them. Bowlby said we want to take care of golf course. Rowden said that it falls within parameters.

MOTION CARRIED

CITY MANAGER REPORT

**THE MINUTES OF THE REGULAR MEETING OF THE MAYOR AND
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- Fremont and Soto are near completion. The streets department is going to wait until the streets reaches temperature and try to roll over them with the roller to smooth out the washboard effects. There has been some concern over the streets and they are working to fix it. The oil was applied and it does look better.
- Hadfield said that she did not make it to the 4th of July activities at Keiller Park but heard that it was wonderful and everyone had a good time. She did get to see the fireworks and they were great. She thanked the donors who made the show possible and the fire department for always putting on a good show.
- On July 19th, Galo will do a presentation on the streets and other Public Works projects.
- We are continuing to break records at the Library Summer Reading Program. We are averaging about 70 participants for each program.
- Public Works put in for a grant to fix the regulator station. The grant pays up to \$100,000. Hadfield will keep Council posted on the progress.
- Public Safety put in for a Governor's Office of Highway Safety grant for overtime, a vehicle, radars, and in-car camera systems. We should find out the status of that next month.
- Vice Mayor Rowden asked if we can still receive donations for the fireworks. Hadfield said yes.

COMMENTS NOT FOR DISCUSSION FROM MAYOR AND COUNCIL MEMBERS

Councilmember Lindsey gave an update on Councilmember Irvin. He had a fall last Thursday night and he was transported to Tucson. He fractured a hip and they did a CAT scan and found an aneurism in his stomach. It has been corrected. He is now at NCHC and is expected to be there for two weeks. He is still having some pain in his hip but is expected to make a complete recovery. Lindsey missed most of the festivities and the fireworks were good and loud. Councilmember Irvin is in room 107. The new City Manager, Caleb was in town house hunting this last weekend.

Councilmember Bowlby said he hopes everyone had a good 4th. We have a lot of things going on around town. The Economic Development Committee is coming to the end of the survey. Bowlby said he liked the editorial in the newspaper about donating to the fireworks fund and not buying illegal fireworks.

Councilmember Garza congratulated the fire department on the fireworks. Rotary's 4th was really nice and the kids enjoyed it. The streets look good as Hadfield mentioned there are some nicks to be ironed out. Garza is looking forward to the new City Manager coming. School starts Aug 13th and we need to get the cross walks ready for the kids.

Vice Mayor Rowden was out of town for most of the 4th. She could see the finale and it was great. Rowden echoed what Councilmember Bowlby said to donate to the fireworks fund.

Mayor Laws thanked the fire department for the fireworks. It was awesome. Laws said that he is proud of this Council for the first time in twelve years that we have a total unanimous vote for the budget. He thanked Hadfield for putting that budget together. Laws hopes that Councilmember Irvin recovers soon. There were doubts about the budget and would we make it and it has always been under control and there have been absolutely no problems. Laws is also proud of the unanimous vote for the new City Manager. We really have a good manager coming. The treatment plant is coming right along and everything is on schedule. Laws said that any current council member should get re-elected, they deserve it. The council has done a good job despite facing challenges. Laws thanked the new people running for Council; they have shown fortitude. You'll find out that a lot of the things you do will not be appreciated and some will be but mostly not.

ADJOURN

MOTION: Councilmember Bowlby made a motion to adjourn the meeting with no further business at 7:07 p.m.

SECONDED: Vice Mayor seconded the motion.

MOTION CARRIED

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the regular meeting of the City Council of the City of Willcox held on the 5th day of July 2018. I further certify that the meeting was duly called and held, and that a quorum was present.

Dated this 5th day of July 2018

**THE MINUTES OF THE REGULAR MEETING OF THE MAYOR AND
CITY COUNCIL OF THE CITY OF WILLCOX, COCHISE COUNTY, AZ
HELD ON THIS 5th DAY OF JULY 2018**

City Clerk Crystal L. Hadfield

PASSED, APPROVED AND ADOPTED this 19th day of July 2018.

Mayor Michael J. Laws

ATTEST:

City Clerk Crystal L. Hadfield

CITY OF WILLCOX, COCHISE COUNTY, ARIZONA

ORDINANCE NS329

AN ORDINANCE OF THE CITY OF WILLCOX, ARIZONA, LEVYING A PRIMARY PROPERTY TAX UPON THE ASSESSED VALUATION OF THE PROPERTY WITHIN THE CITY SUBJECT TO TAXATION, FOR THE FISCAL YEAR ENDING JUNE 30, 2019

WHEREAS, public hearings on the property tax levy were held on July 5, 2018; and

WHEREAS, pursuant to State law, an ordinance levying taxes for the Fiscal Year 2018-2019 is required to be adopted no later than the third Monday in August; and

WHEREAS, the County of Cochise is the assessing and collecting authority for the City of Willcox.

NOW, THEREFORE, BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF WILLCOX, ARIZONA:

SECTION 1: There is hereby levied \$0.4228 on each one hundred dollars (\$100.00) of the limited assessed valuation of all property, both real and personal, within the corporate limits of the City of Willcox, except such property as may be exempt by law from taxation, a primary tax rate sufficient to raise the amount of \$78,139 as required in the annual budget for the Fiscal Year 2018-2019.

SECTION 2: Failure by the county officials of Cochise County, Arizona, to properly return the delinquent list, any irregularity in assessments or omissions in the same, or any irregularity in any proceedings shall not invalidate such proceedings or invalidate any title conveyed by any tax deed; failure or neglect of any officer or officers to timely perform any of the duties assigned to him/her/them shall not invalidate any proceedings or any deed or sale pursuant thereto, the validity of the assessments or levy of taxes or of the judgment of sale by which the collection of the same may be enforced shall not affect the lien of the City of Willcox upon such property for the delinquent taxes unpaid thereon; overcharge as to part of the taxes or of the costs shall not invalidate any proceedings for the collection of taxes or the foreclosure of the lien therefore or a sale of the property under such foreclosure; and all acts of officers de facto shall be valid as if performed by officers de jure.

SECTION 3: All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SECTION 4: This Ordinance shall become effective upon adoption.

SECTION 5: The Clerk of the City is directed to transmit a certified copy of this Ordinance to the County Assessor and the Board of Supervisors of Cochise County, Arizona.

PASSED AND ADOPTED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF WILLCOX, ARIZONA this 19th day of July, 2018.

APPROVED/EXECUTED:

Michael J. Laws, Mayor

ATTEST:

APPROVED AS TO FORM:

Crystal L. Hadfield, City Clerk

Ann P. Roberts, City Attorney

CERTIFICATION

I HEREBY CERTIFY the foregoing Ordinance as duly passed and adopted by the City Council of the City of Willcox, at a regular meeting on July 19, 2018, and that a quorum was present.

Crystal L. Hadfield, City Clerk

ORDINANCE NS328

Published in the Arizona Range News on July 25th and August 1st

Passed and adopted by ____ Councilmembers

Posted on July 13, 2018

Clerk's Initials CLH

CITY OF WILLCOX, COCHISE COUNTY, ARIZONA

RESOLUTION 2018-22

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF WILLCOX, COCHISE COUNTY, ARIZONA, APPROVING AND ADOPTING RATES AND CHARGES FOR WASTEWATER UTILITY SERVICES PROVIDED BY THE CITY OF WILLCOX, SETTING AN EFFECTIVE DATE AND DIRECTING AUTHORIZED CITY OFFICERS AND ADMINISTRATORS TO CARRY OUT THE PURPOSE AND INTENT OF THIS RESOLUTION.

WHEREAS, the Mayor and City Council of the City of Willcox make the following findings:

- (a) The City of Willcox, Arizona, hereinafter "CITY", has a requisite statutory authority to engage in any business or enterprise which may be engaged in by persons by virtue of a franchise from the municipal corporation, and may construct, purchase, acquire, own and maintain within or without its corporate limits any such business or enterprise pursuant to the provision of A.R.S. § 9-511 et.seq.; and,
- (b) Pursuant to such requisite statutory authority, the CITY does provide Gas, Water, Wastewater and Solid Waste Services for the benefit of the property owners and users within and without CITY's corporate boundaries pursuant to the provision of A.R.S. § 9-511 et. Seq.; and,
- (c) The Mayor and City Council have adopted the requisite notice of intention to increase rates and charges for wastewater utilities, provided notification on the CITY's website and set a date for a public hearing on the proposed rates and charges in accordance with A.R.S. § 9-511.01; and,
- (d) The Mayor and Council adopted the Notice of Intention pursuant to **Resolution 2018-05** and declared the written report entitled "**City of Willcox 2018 Wastewater User Fee Cost of Service**" dated **April 26, 2018** a public document on May 3, 2018 and three (3) copies of such report were made available to the public for inspection on May 4, 2018, by filing such in the office of the City Clerk, more than 30 days prior to the date set for the public hearing; and,
- (e) The Notice of Intention was publish two (2) times in the Range News, a newspaper of general circulation within the boundaries of CITY, on June 20, 2018 and June 27, 2018, not less than twenty days prior to the Public Hearing scheduled on **July 19, 2018** at which time oral and written comments were received by the Mayor and Council on the proposed rates and charges; and,
- (f) The Mayor and City Council believe that annually reviewing the rates and charges set for the Wastewater Utility services provided by CITY is necessary

and in the best interests of the citizens of the City of Willcox and they desire that this item be presented for consideration at the regular Council Meeting on July 19, 2018.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF WILLCOX, COCHISE COUNTY, ARIZONA, as follows:

SECTION 1: The Mayor and City Council hereby formally approve and adopt the Wastewater System Rates and Charges as presented and as outlined in Exhibit "A" attached hereto and made a part hereof by reference, entitled "**City of Willcox 2018 Wastewater User Fee Cost of Service Effective September 1, 2018**" and deem such are in the best interests of the residents of the City of Willcox; and,

SECTION 2: The rates and charges adopted shall be in full force and effect as of September 1, 2018 based upon formal adoption and passage of this Resolution by Mayor and Council in accordance with A.R.S. § 9-511.01; and,

SECTION 3: The Mayor is authorized and empowered to execute this Resolution and City staff are authorized and directed to carry out the intent of **Resolution 2018-22**.

PASSED AND ADOPTED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF WILLCOX, ARIZONA, this 19th day of July, 2018.

APPROVED/EXECUTED:

MICHAEL J. LAWS, Mayor

ATTEST:

APPROVED AS TO FORM:

CRYSTAL L. HADFIELD, City Clerk

ANN P. ROBERTS, City Attorney



CITY OF WILCOX COCHISE COUNTY, ARIZONA

“City of Willcox 2018 Wastewater User Fee Cost of Service”

April 26, 2018



This document was declared a Public Record by the Mayor and City Council on May 3, 2018, and three copies of such record are available for public inspection after being filed in the office of the Willcox City Clerk, located at 101 S. Railroad Avenue, Suite B, Willcox, Arizona 85643.

Proposed Sewer Rate Increase

The City's sewer service is classified as an enterprise fund, meaning that the costs of its operations are completely covered by user fees.

The City of Willcox is considering a cumulative eight (8) percent increase in residential and commercial sewer rates to offset an increase in funds being borrowed to pay the wastewater treatment plant cost increases. The sewer rates are made up of two (2) components: a "fixed monthly rate" each month based upon the size of the meter and a "variable charge" based upon the water usage measured in a three month period (December, January, and February). The amount collected by the fixed charge is intended to provide a stable base of income and assure coverage of "fixed cost of operation". The variable charge is intended to distribute the cost of operation to the users based upon the amount of service they require. The variable charge also has two (2) components: the usage rate per thousand and the volume of usage. The three month period is used to minimize (not eliminate) the impact of irrigation. This is the adjustment for volume of use. The adjustment to the monthly bill for volume is normally made in April each year. The second component is a usage rate per thousand gallons of water used during the measurement period. The adjustments to the fixed monthly rate and the usage rate per thousand are normally made in July of each year.

The City of Willcox is anticipated annual cost increases from borrowing funds to equate to an additional \$65,000 annually. The City is considering an 8% rate increase per month for residential customers in FY18 to be effective September 1, 2018.

Size Meter	#of Cust	Fixed Monthly Rate	Fixed Monthly Revenue	Increase of 8%	Est monthly use	Usage Rate /thousand	Monthly Usage Revenue	Increase of 8%	Est Monthly Revenue	Combined 8% increase	Est Yearly Revenue	Revenue with increase
3/4" 1"	1019	22.11	\$22,530.09		6.1	3.007	\$18,691.21		\$41,221.30		\$494,655.62	
Mult Units	0	30.06	\$60.12		6.1	3.007	\$36.69		\$96.81		\$1,161.66	
3/4" com	180	22.11	\$0.00		6.1	3.007	\$0.00		\$0.00		\$0.00	
1" com	18	32.14	\$5,785.20		19.3	3.007	\$10,446.32		\$16,231.52		\$194,778.22	
1 1/2" com	18	40.12	\$722.16		19.3	3.007	\$1,044.63		\$1,766.79		\$21,201.50	
2"	5	60.17	\$300.85		19.3	3.007	\$290.18		\$591.03		\$7,092.31	
3"	47	84.15	\$3,955.05		19.3	3.007	\$2,727.65		\$6,682.70		\$80,192.40	
4"	2	160.35	\$320.70		19.3	3.007	\$116.07		\$436.77		\$5,241.24	
4" ind	5	260.78	\$1,303.90		19.3	3.007	\$290.18		\$1,594.08		\$19,128.91	
	0	260.78	\$0.00		19.3	3.007	\$0.00		\$0.00		\$0.00	
	1278		\$34,978.07	\$37,776.32	\$2,798.25		\$33,642.92	\$36,334.35	\$68,620.99	\$74,110.67	\$823,451.85	\$889,328

SEWER UTILITY FUND						
PROJECTED REVENUE & EXPENSES						
	Account	Title	FY 17 Actual	FY 18 Budget	FY 18 Estimated	FY 19 Budget
Revenue						
	52-34-40000	SEWER	\$719,216	\$745,427	\$712,024	\$961,097
	52-34-70000	CONNECTION	\$0	\$1,000	\$0	\$0
	52-34-80000	SEPTAGE	\$0	\$0	\$0	\$35,000
	52-34-90200	PENALTY	\$1,922	\$1,854	\$2,835	\$2,895
		Total	\$721,138	\$748,281	\$714,859	\$998,992
	52-37-90100	INTEREST	\$4,912	\$6,212	\$4,493	\$4,500
	52-37-95000	MISCELLANEOUS	\$0	\$0	\$0	\$0
		Total	\$4,912	\$6,212	\$4,493	\$4,500
	52-39-99800	FUND BALANCE APPROPRIATION	\$0	\$0	\$0	\$0
		Total	\$0	\$0	\$0	\$0
	Revenue Total		\$726,050	\$754,493	\$719,352	\$1,003,492

Expense						
	52-451-1101	SALARIES	\$121,337	\$116,160	\$117,813	\$125,242
	52-451-1105	OVERTIME	\$8,771	\$6,000	\$13,000	\$7,000
	52-451-1201	WORKERS COMPENSATION INSURANCE	\$10,648	\$6,013	\$6,519	\$4,592
	52-451-1202	MEDICAL INSURANCE	\$26,423	\$22,990	\$22,990	\$25,144
	52-451-1203	FICA	\$9,801	\$9,345	\$10,007	\$10,117
	52-451-1204	ASRS	\$14,932	\$14,048	\$15,043	\$15,393
	52-451-1205	UNEMPLOYMENT	\$185	\$170	\$170	\$76
	52-451-1207	LIFE INSURANCE	\$348	\$364	\$364	\$364
	52-451-1208	HEALTH REIMBURSEMENT ALLOWANCE	\$1,551	\$3,361	\$3,571	\$3,571
	52-451-1209	BENEFITS FEES	\$1,334	\$1,270	\$1,308	\$1,308
		Total	\$195,329	\$179,721	\$190,785	\$192,807
	52-452-2102	UNIFORMS	\$948	\$1,200	\$1,000	\$1,200
	52-452-2104	CLEANING & CHEMICALS	\$11,207	\$21,500	\$25,000	\$21,500
	52-452-2113	PIPE AND FITTINGS	\$1,126	\$3,000	\$1,300	\$3,000
	52-452-2115	EQUIPMENT REPAIR/MAINTENANCE	\$17,921	\$12,000	\$7,085	\$12,000
	52-452-2116	SMALL EQUIPMENT PURCHASES	\$12,689	\$10,000	\$16,990	\$13,000
	52-452-2402	TELEPHONE	\$4,491	\$4,500	\$4,500	\$4,500
	52-452-2403	POSTAGE	\$562	\$500	\$400	\$500
	52-452-2404	UTILITIES	\$53,830	\$53,000	\$47,910	\$110,000
	52-452-2590	CONTRACT SERVICES	\$6,409	\$5,000	\$17,000	\$7,634
	52-452-2601	FUEL AND OIL	\$4,445	\$5,000	\$5,332	\$5,000
	52-452-2602	TIRES AND TUBES	\$2,853	\$1,000	\$1,600	\$1,000
	52-452-2603	VEHICLE REPAIR/MAINTENANCE	\$1,484	\$1,800	\$1,500	\$1,800
	52-452-2700	TRAVEL AND TRAINING	\$405	\$500	\$1,000	\$500
	52-452-2702	MANDATORY CERTIFICATION	\$416	\$500	\$500	\$500
	52-452-2802	FORT GRANT CONTRACT	\$2,627	\$2,400	\$2,600	\$2,600
	52-452-2804	SUBSCRIPTIONS/MEMBERSHIPS	\$375	\$375	\$375	\$375
	52-452-2810	BLUE STAKE	\$1,011	\$800	\$700	\$800
	52-452-2812	SEWER SAMPLES	\$15,700	\$17,095	\$21,734	\$17,095
	52-452-9201	GENERAL INSURANCE	\$43,209	\$42,234	\$42,234	\$49,284
	52-452-9603	CONTINGENCY	\$0	\$15,000	\$0	\$15,000
	52-452-9604	LABORATORY SUPPLIES	\$18,199	\$11,250	\$14,000	\$14,000
	52-452-9606	LABORATORY CERTIFICATION	\$2,111	\$2,200	\$2,200	\$2,200
	52-452-9619	ADEQ PERMITS	\$3,000	\$3,000	\$3,600	\$3,000
	52-452-9690	MISC. EXPENSE	\$3,394	\$4,000	\$2,808	\$4,000
	52-452-9696	SLUDGE PROCESSING	\$0	\$0	\$0	\$31,000
		Total	\$208,409	\$217,854	\$221,368	\$321,488
	52-453-4000	ADMINISTRATIVE SERVICES	\$148,118	\$145,000	\$145,000	\$145,000
	52-453-9897	PRINCIPLE , INTEREST, AND FEES	\$535,315	\$86,275	\$26,000	\$224,372
	52-453-9898	INTEREST AND FEES*	\$19,664	\$70,000	\$10,000	\$0
		Total	\$703,097	\$301,275	\$181,000	\$369,372
	52-454-4000	LICENSE FEES - 5%	\$35,961	\$37,271	\$35,601	\$48,055
		Total	\$35,961	\$37,271	\$35,601	\$48,055
	52-459-9901	CAPITAL PURCHASES	\$28,152	\$18,372	\$19,952	\$0
	52-459-9902	CAPITAL IMPROVEMENT	\$0	\$0	\$0	\$0
		Total	\$28,152	\$18,372	\$19,952	\$0
	Expense Total		\$1,170,948	\$754,493	\$648,706	\$931,722
			(\$444,898)	\$0	\$70,646	\$71,770

*Principle, Interest, and Fees are combined until year end when we receive breakdown from USDA.