

ARISTOCRAT RANCHETTE WATER PROJECT, INC.
MEETING REGARDING USDA APPLICATION
MONTHLY BOARD MEETING
January 13, 2021

The meeting was called to order 7:00 P.M.

PRESENT: Board members President Hurshell Malone, Vice President Esta Langlais, Treasurer Dianne Gray, Wayne Morrow, Gus Porter, Gabriel Saucedo, Rob Kinion and alternate Deb Carpenter. Administrator/Secretary Brian Filkowski, Assistant Water Operator Andreas Adams and member Leticia Hurtado were also present.

It was determined that there were enough board members present to have a quorum.

A motion was made by Dianne Gray to approve the presented agenda. This motion was seconded by Esta Langlais. This motion passed.

A motion was made by Dianne Gray to accept the Reading and Disposal of any unapproved minutes. This motion was seconded by Esta Langlais. This motion passed.

There was again, considerable discussion regarding the financial reports brought up by Wayne Morrow. Wayne Morrow mixed these repeated questions with comments on the taking of minutes that had already been approved. He was informed that the time to question minutes would be prior to the approval of such, not after. In an effort to move forward with the meeting, rather than be mired in the continued repeating of the same questions by Wayne Morrow, and to stop Wayne Morrow from interrupting Treasurer Dianne Gray's numerous attempts to present these reports, President Hurshell Malone asked that the Financial Report/Presentation of Bills be accepted and discussed further in the next section of the meeting.

A motion was made by Gabriel Saucedo to accept the financial report. This motion was seconded by Wayne Morrow. This motion passed.

OLD BUSINESS: The Treasurer opened her presentation noting that there were no questions asked in the time frame allowed, regarding the provided financial packets for each board member to review over the holidays. She reminded the BoD the intent of the packets was to foster dialog between the treasurer and board members so that a **6-month budget** review could be presented at the January meeting. Only after the response time had expired did Wayne Morrow submit any questions in total disregard of what Treasurer Dianne Gray had

requested. Wayne Morrow was instructed that this failure to follow procedure was unacceptable.

SECRETARIES NOTE: Multiple conversations and rapid back and forth prevented a more organized description of some portions of the next part of the Budget Discussions. Key points are listed below.

The never-ending base revenue question was again attempted to be resolved for Wayne Morrow by Treasurer Dianne Gray. Unrestricted account usage was explained to Wayne Morrow unsuccessfully. Treasurer Diane Gray repeatedly tried to make her presentation only to be interrupted by Wayne Morrow.

Gabriel Saucedo objected to the word “other” in the budget.

Wayne Morrow asked for more line item details.

Alternate Debra Carpenter was asked to comment and suggested a Detail General Ledger Transaction Report.

Wayne Morrow asked whether liens should be an asset or doubtful account.

Wayne Morrow asked what the \$10,000 Computer Maintenance entry was on the budget. Wayne Morrow requested additional breakdown for categories. Wayne Morrow requested General Ledger detail. Wayne Morrow was reminded that questions like these should have been brought up with the Treasurer in the time frame allowed following that last meeting.

Rob Kinion inquired as to what exactly is the “cost” of water.

Both Wayne Morrow and Gus Porter presented valid question regarding the presentation format of the pending and future budgets. All BoD members agreed. It was determined that further work needed to be done and utilizing Bookkeeper Kyleigh Martin and CPA Cevin Hopps would be advisable.

NEW BUSINESS: Administrator System Report: Pumphouse Scada failure was discussed regarding the \$10,000 budget line item. The Administrator reminded the BoD that a portion of this meeting was required by USDA to address community concerns and or questions with our current application and plans for future improvements. No members of the community were in attendance for that purpose. Member Leticia Hurtado was present to observe BoD Secretary requirements. The Administrator declined further discussion due to the volatility of the meeting.

ACTION ITEMS CREATED:

- 1. President and Administrator to meet regarding BoD budget questions.**
- 2. Investigate the word “other” in GAAP documents.**
- 3. Create a description for the BoD regarding cost of water.**

ADJOURNMENT:

With no further business a motion was made by Dianne Gray to adjourn. This motion was seconded by Gus Porter. This motion passed.

SUBMITTED:

Brian Filkowski
Secretary

APPROVED: