

Hello Neighbor,

This email is from the group Water For Pine Strawberry. We will be sending out an email after each of the PSWID meetings with a summary of what the board did, additional facts that are relevant to what went on, and some commentary. Please forward this email to friends and neighbors that are interested in the local water issues. If you would like to be added to or removed from the list for these emails, please reply to waterforpinestrawberry@hotmail.com. Emails on earlier meetings are available on our website.

May 1, 2008 PSWID Meeting

1. Mrs. Hall resigned from the board.

- She said that she is resigning because she considers the actions that the board has been taking to be illegal and unethical. She was not specific about what actions have concerned her.

We don't know what has been going on in the many executive sessions that the board has been having and the other behind the scenes activities. We have been concerned about the conflict of interest that Mr. Gliege represents and the decision by the board to declare the PSWID a domestic water district when for the last 12 years everyone has thought otherwise. It also isn't clear what maneuverings the board is doing in order to breach the K2 agreement. Clearly something is being done by this board that is not right.

- Her resignation will be effective at the May 17th meeting when the board will accept it.
- Mrs. Hall has had a very positive influence on the actions of the board over the last four years. We thank her for her all the effort that she has given to try and improve the situation in the community. If you happen to meet Mrs. Hall, please let her know that her efforts are appreciated.

2. 2008/2009 Budget

- Mr. Greer stated that the property valuation in the district is \$66,514,714 and that the current property tax assessment for the PSWID is \$0.1376 per \$100, which will yield a budget of \$91,524. Mr. Greer hopes that with the unused budget from the prior year added on, that the assessment can stay the same. Mr. Greer did not mention how much budget would roll forward from the prior year.
- Board discussed whether the \$37,000 in the budget for legal fees would be enough. They agreed that this wouldn't be enough to cover the legal fees for the acquisition, but they are intending to fund those as part of the acquisition cost.
- Board will be publishing the budget twice in the Roundup and will take public comment in the next two meetings.

3. Chaney Petition to Withdraw from PSWID

- The board decided to accept the petition and scheduled the hearing for June 5th. People may give public comment at the hearing. Objections can be filed with the County Clerk and PSWID board.

4. Escrow Account

- The escrow agent, Pioneer Title, has not been answering questions about whether the escrow account is interest bearing. Mr. Greer will write a letter asking for that information and pursue making it interest bearing if it is not already.

5. PSWID Board Election Question

- Mrs. Hall answered a question about the election that she received. Unlike the recall election where people ran against specific individuals, the November election will have the seats awarded to the four highest vote getters in the group of people that run.

6. Board held an executive session

7. Water Company Acquisition

- When they returned from the executive session, Mr. Haney said that they had met earlier in the week with Brooke Utilities and presented them with an 11 page proposal to buy the water companies. BUI agreed to review the proposal. Mr. Haney said that the next activities for the board are to arrange an appraisal and to line up financing.

Next regular PSWID Meeting: Saturday May 17, 2008 2:00 PM at the Pine Cultural Center

Next special PSWID Meeting: Thursday June 5, 2008 7:00 PM at the Pine Cultural Center

Note: The date of the next meeting was changed from the 15th to the 17th

Note: The hearing for Mr. Chaney's request to withdraw will be part the June 5th meeting. Public comment will be taken at that time.

Note: Board indicated that public comment on the budget will be taken at these meetings.

Note: In a separate email to me, Mr. Haney said that the questions that had been asked in the prior meeting would be addressed by the board in the next meeting.

Water For Pine Strawberry is a group of residents who are concerned about the communities water issues and how they can best be resolved. Visit our web site, www.waterforpinestrawberry.com, for more information. The website for PSWID is www.pswid.org .

Clarifications can be submitted by anyone who is explicitly named, implicitly identifiable, or a board member to items in this email. Clarifications will be posted on our website. We reserve the right to post a response. Clarifications must deal with the topics discussed in the email that relate to the individual or the board. They must be in family friendly language and be non-abusive. When the clarification is accepted, it will be posted to the website and notice of that posting will be added to the next email.