

PEACEFUL VALLEY SERVICE COMPANY

REPORT TO MEMBERSHIP APRIL 16,2016

DISTRIBUTED AT PVPOA ANNUAL MEETING

A MONTHLY PVSC BOARD MEETING WILL BE HELD THIS AFTERNOON AT 2:PM

ALL MEMBERS ARE WELCOME TO ATTEND

1. RELATIONSHIP BETWEEN PVPOA AND PVSC
 - A. TWO SEPARATE COMPANIES HAVING COMMON MEMBERSHIPS.
 - B. PVPOA IS A CUSTOMER OF PVSC AND PAYS FOR WATER AND SEWER SERVICE
 - C. PVSC IS A TENNANT OF PVPOA AND SHARES COST OF LODGE
 - D. PVSC OWNS NO LAND OR EASEMENTS AND OCCUPIES LAND OWNED BY PVPOA BY HISTORICAL PRECEDENT.
 - E. PVSC IS ABLE TO USE PVPOA EMPLOYEES AND EQUIPMENT FOR PVSC MAINTAINANCE AT A NEGOTIATED COST.

2. FINANCIAL RELATIONSHIP
 - A. THE REQUEST FOR ASSESSMENT INCREASE FOR LAGOON PROJECT BY PVSC MEMBERSHIP WAS TABLED BY PVPOA DUE TO TIME AND LEGAL QUESTIONS.
 - B. LAGOON PRJECT WILL IMPROVE VALUE OF THEIR PVPOA MEMBERSHIP.
 - C. PVSC BYLAWS ALLOW IT TO RECEIVE GIFTS OR DONATIONS FROM ANY SOURCE.
 - D. PVPOA BYLAWS DOES NOT SPECIFICALLY ADDRESS ISSUE BUT ALLOWS FOR EXPENDITURES FOR ROADS AND OTHER IMPROVEMENTS.
 - E. THE PVSC BOARD DETERMINES ALL RATES AND SURCHARGES NECESSARY TO OPERATE THE COMPANY.

3. STATUS OF LAGOON PROJECT
 - A. WE HAVE HIRED LEWIS-RICE (MARK PIONTEK) OF WASHINGTON TO BE OUR ATTORNEY AND COCHRAN ENGINEERS OF UNION TO BE OUR CONSULTANT ON THE PROJECT.
 - B. DNR IS WILLING TO GIVE US AN EXTENSION ON TIME REQUIRED TO COMPLETE PROJECT. THIS REDUCES THE URGENCY OF RAISING MONEY.
 - C. WE ARE PRESENTLY A NOT FOR PROFIT CORPORATION AND NO LONGER CONTROLLED BY THE PSC
 - D. WE ARE PROCEEDING WITH PLANS TO BECOME A PUBLIC WATER DISTRICT. A PUBLIC HEARING IS SCHEDULED FOR MAY 20 IN HERMAN , NOT APRIL 16 AS REPORTED IN THE REPUBLICAN . AN ELECTION WILL FOLLOW IN AUGUST AND DEPENDING ON THE RESULTS WE MAY BECOME A PUBLIC WATER DISTRICT.
ONLY REGISTERED VOTERS AT PEACEFUL VALLEY WILL BE ALLOWED TO VOTE AND WE ENCOURAGE ALL PERMANENT RESIDENTS AND VOTERS OF PEACEFUL VALLEY TO VOTE IN FAVOR OF THE PWSD
 - E. WE MAY NEED TO CONDUCT AN "INCOME SURVEY" TO DETERMINE OUR ELIGIBILITY FOR GRANTS. GRANTS GO TO LOW INCOME COMMUNITIES AND WE MAY NOT QUALIFY..
 - F. LOW INTEREST GOVERNMENT LOANS WILL BE AVAILIABLE TO US AS A PUBLIC WATER DISTRICT. WE ARE ALSO INVESTIGATING PRIVATE FINANCING TO SEE IF WE CAN AVOID ADDITIONAL COSTS DUE TO GOVERNMENT REGULATIONS.

- G. WE RECORD A DAILY RECORD OF THE DISCHARGE FROM THE LAGOON AND IT INDICATES A SEVERE INFLOW AND INFILTRATION PROBLEM. LEAKAGE FROM PIPES AND MANHOLES INCREASES THE FLOW UP TO 10 TIMES NORMAL, THIS ADDITIONAL FLOW HAS TO BE HANDLED BY OUR NEW FACILITY AND COST INCREASES AS FLOW INCREASES. TO KEEP COSTS UNDER CONTROL WE NEED TO REDUCE THE I&I.
 - H. BEFORE PROCEEDING WITH THE ENGINEERING REPORT WE NEED TO DETERMINE DESIGN FLOW RATES SO WE NEED TO CONDUCT THE "INFLOW AND INFILTRATION " STUDY. WE PLAN TO DO THIS WITH OUR MANPOWER AND VOLUNTEER HELP. THIS WILL IDENTIFY PROBLEM AREAS . ONE PRBLEM WE HAVE TO FIX IMMEDIATELY IS THE BURIED PRIMARY MANHOLES, WE HAVE TO EXPOSE THEM AND RAISE THE COVER TO GRADE BEFORE WE CAN DO THE I&I STUDY. COST OF FIXING OTHER PROBLEMS WILL BE PART OF THE OVERALL LAGOON PROJECT.
 - I. THE ENGINEERING REPORT HAS TO BE SUBMITTED TO THE DNR AND THE DESIGN APPROVED BY DNR AND OTHER AGENCIES.. THE ENGINEERING REPORT WILL INCLUDE A COST ESTIMATE.
 - J. AFTER APPROVAL WE WILL LET AN ENGINEERING CONTRACT TO PRODUCE PLANS AND SPECIFICATIONS.
 - K. AT THAT TIME WE CAN FINALIZE FINANCING OPTIONS
 - L. ACTUAL CONSTRUCTION PROBABLY WILL NOT START UNTIL 2019.
- 4. PVSC WILL BE COMPLETELY OPEN AND TRY TO KEEP IN COMMUNICATION WITH PVPOA AND ALL THE MEMBERS
 - A. ALL BOARD MEETINGS WILL BE ANNONCED AND OPEN TO MEMBERS. THESE MEETINGS ARE USUALLY HELD ON THE THIRD SATURDAY OF THE MONTH AT 10:00 AM
 - B. WE WILL MAKE FULL USE OF THE WEBSITE, EMAIL,AND THE SPLASH , HOWEVER THIS DOES NOT GIVE US COMPLETE COVERAGE OF OUR MEMBERSHIP
 - C. ALL IMPORTANT ANNOUNCEMENTS REGARDING RATES OR COMPANY STRUCTURE WILL BE MADE BY MAILING TO ALL MEMBERS .
 - D. COMPLETE MAILINGS COST ABOUT \$1000 SO WE HAVE TO LIMIT THEIR USE.
 - 5. WE ARE PRESENTLY CONDUCTING MANHOLE INSPECTIONS AND YOU MAY SEE PEOPLE WALKING THRU YOUR YARDS AND POSSIBLY DOING A LITTLE DIGGING,STOP AND SAY HELLO.

PRESENT OFFICERS OF THE PEACEFUL VALLEY SERVICE COMPANY ARE:

PRESIDENT	GUS HOERNSCHEMEYER	VICE-PRESIDENT	KARL KLOSTER
TREASURER	JEAN GILL	ASST. TRESURER	JOHN DAVIS
SECRETARY	RICH HAHN		