

**CITY OF HAYDEN LAKE
MINUTES OF REGULAR MEETING
JANUARY 4, 2011**

CALL TO ORDER

Mayor Morris called the meeting of the Hayden Lake City Council to order at 6:00 p.m. Council members present were Tom Gorman, Todd Walker, Bob Grant and Chris Beck. Attorney Pete Bredeson and Dick Pelton were present as representatives of the council. Clerk Lynn Hagman recorded the minutes of the meeting. Visitors present were William Bentz and Annie VanValen from Anderson Bros.

AGENDA

Councilman Beck moved to approve the agenda for this meeting, seconded by Councilman Gorman. The motion carried.

Councilman Beck then moved to approve the consent agenda including the minutes of December 21, 2010 and the invoices for approval. Councilman Gorman seconded this motion. The motion carried.

AUDIT

Annie VanValen presented the 2010 annual audit to the Mayor and Council for review. Ms. VanValen informed the council that the MDA report, which is done by the city clerk, was the first part of the audit materials. Page 13 begins the financial statements. Ms. VanValen informed the Mayor and Council that the general fund owes the LID fund and this should be taken care of so it won't show up on next year's audit. The general fund also owes the water fund and should be taken care of as well.

The accounting policies for all funds were discussed and a listing of the capital assets was shown to the council for review. Councilman Beck moved to settle the general fund amounts that are owing to the LID fund and the water fund. Councilman Walker seconded the motion. The motion carried.

Ms. VanValen moved on to review the budget to the actuals. The internal control report was discussed and Ms. VanValen pointed out the segregation of duties, which is a statement that is made on most all small cities audit's due to small staff. The depreciation schedule was explained and the council was informed of a new pump that has been added to the booster station. **With no questions on the audit, Councilman Walker moved to approve the 2010 annual audit as prepared by Anderson Bros. Councilman Grant seconded the motion. The motion carried.**

ATTORNEY

Attorney Bredeson informed the Mayor and Council that the city code needed to be updated to reflect the new International Building codes, residential codes, and mechanical codes. Attorney Bredeson requested direction on drafting and ordinance for these updates which would be ready for review at the next meeting.

Councilman Beck explained the International codes and the updates that are done periodically. **Councilman Walker moved to direct Attorney Bredeson to draft an ordinance to update the city code to reflect the updates in the International codes. Councilman Gorman seconded the motion.** Councilman Grant questioned bringing this subject up at a code review committee meeting for discussion. Attorney Bredeson stated he would bring the ordinance to the next meeting and a date could be scheduled for a code review committee meeting to review the ordinance. **The motion carried.**

FINANCIAL REPORT

The financial report was continued to the next meeting.

STREETS

Councilman Gorman informed the council that Attorney Bredeson has sent a memo of understanding to Lakes Highway District regarding the grant funds for Miles Ave.

Councilman Gorman then informed the council of a tree that fell over on some lines on the corner of Bozanta and Pine Rd. After looking at the situation, Councilman Gorman directed Sun Valley Tree Service to remove the tree and dispose of it. The cost for this was \$250.00 and Councilman Gorman felt the city should bill the homeowner for this. Council agreed and directed the clerk to bill the homeowner for the removal of the tree.

CLERK

Clerk Hagman reported a request by John Perry, 10181 Gibson Rd., for a credit to his water bill from May, 2010 through March, 2011. In May, 2010 a tree fell on this home and did extensive damage and Mr. Perry has not started renovation. The water was shut off by the city on June 1st and is still shut off. Following council discussion, **Councilman Gorman moved to credit Mr. Perry's account for the \$28.00 for the months of June, 2010 through March, 2011. Councilman Walker seconded the motion. The motion carried.**

Councilman Grant thanked William Bentz for his articles defending the city on the Coeur d'Alene Press blogs.

ADJOURN

With no further business before the council, the meeting was adjourned at 6:50 p.m.

Nancy E. Morris, MAYOR

Lynn M. Hagman, CITY CLERK