

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT
MINUTES OF REGULAR MEETING
JUNE 22, 2011**

CALL TO ORDER

Chairman Sewell called the meeting of the Hayden Lake Recreational Water and Sewer District to order at 5:00 p.m. Board members present were Tom DePew, Todd Walker and Carole Stringer. Board member Dave Weinstein was absent. John Austin, Larry Comer, Dustin Jacobson and Attorney Mike Schmidt were also present as representatives of the Board. Administrator Lynn Hagman recorded the minutes of the meeting.

AGENDA and MINUTES

Board member Walker moved to approve the agenda for this meeting, seconded by Board member DePew. The motion carried.

The minutes of June 8th regular meeting and the June 8th public hearing minutes were reviewed. Board member Stringer suggested some grammar changes. **Board member Walker moved to approve the June 8th minutes as amended. Board member DePew seconded the motion. The motion carried.**

FINANCIAL

John Austin reviewed the financial report and the invoices for payment. **Board member DePew moved to approve the financial report and to pay the invoices. Board member Walker seconded the motion. The motion carried.**

ATTORNEY

Attorney Schmidt informed the Board that he had reviewed the draft Joint Power Agreement document submitted by Attorney Nancy Stricklin. There were several changes that were not agreeable to Attorney Schmidt. The document only needs to be updated, not rewritten, and a figure needs to be calculated for new buy in. Attorney Schmidt recommended a more conservative alternative to the changes and sending the draft back to Attorney Stricklin.

Chairman Sewell stated that the District needs to approve the HARSB budget before it is passed by HARSB. Attorney Schmidt stated that this is in the agreement now and the District has the right to approve the HARSB budget. Attorney Schmidt felt that the definition of an ER needs to be addressed in the agreement.

Board member DePew spoke to the history of when the changing of flow went from 250 gallons per day to 200. The ER calculation was based on flow. Attorney Schmidt stated that HARSB needs to agree on a number for the Joint Powers Agreement. Attorney Schmidt also discussed the termination of the agreement and the split of assets. A take-over provision has been introduced into the agreement and Attorney Schmidt feels the Board should not make changes to what doesn't need changed.

Board member Stringer voiced her concern with having an entire new document and was not in favor of this. The document was to only have amendments made. Attorney Schmidt stated that the agreement is good as long as the original content is there with possible replacements to it. Attorney requested permission to stay with the original amendments previously discussed and send the draft back to Attorney Stricklin. The Board agreed.

ENGINEER

Larry Comer gave an update to the Board on the facilities plan. Mr. Comer informed the Board that he is in the process of getting the data on flows from HARSB and the plan is moving along.

Mr. Comer then discussed the cut off line down Strahorn Rd. Mr. Comer informed the Board that he is updating the concept plan of the cut off line north of Strahorn and Miles Ave. The City of Hayden Lake will be doing construction on Miles Ave. in 2012 and this is an opportunity for the District to do a joint project for the sewer line on Miles Ave. It is possible that the City of Hayden Lake will be doing some construction on Strahorn Rd. as well. The District could do the Miles Ave. cut off and this would take a lot of pressure off of the Country Club lift station. It would drop approximately two thirds (2/3) of flow from the Country Club lift station.

Board member Walker asked Mr. Comer for projected build outs and stated that the City and District would need to meet and discuss this project. Board member Walker, being a city council member also, felt that the city would look at a joint project on Strahorn Rd.

Mr. Comer will speak with the City regarding Strahorn and the benefits of a joint project. Strahorn Rd. and Miles Ave. are independent of each other. Mr. Comer felt that the Strahorn Rd. project would need to be figured out first.

HARSB update was given by Larry Comer who informed the Board that JUB Engineering presented a summary of the Waste Water facility plan. The phasing of the plan was discussed; however, the Sewer District cannot phase our portion due to the possible USDA loan. Mr. Comer stated that the standards are changing all the time. Board member Walker questioned how long the plant's permit is good for. Mr. Comer replied that the permit is for five years.

BOARD DISCUSSIONS

Chairman Sewell discussed the property tax levy and asked Mr. Austin if the District would be asking for the 3% this year. Mr. Austin replied that the amount of tax received by the District is approximately \$50,000 and the District does have the authority to ask for the 3%. Chairman Sewell stated that this is the Board's direction to him and Ken Thompson for the upcoming budget year.

Following a brief discussion of the sewer rates, **Board member Stringer moved to increase the monthly rate from \$37.50 to \$44.00, effective August 1, 2011. Board member Walker seconded the motion.** At this time a phone call was placed to Board member Weinstein for his comments. Board member Weinstein voiced his concern with the public not supporting future financial decisions. The rates are tied to the expenditures. **A roll call vote showed; Board member Weinstein, "no", Board member DePew, "aye", Board member Walker, "aye" and Board member Stringer, "aye". The motion passed 3 to 1.**

Chairman Sewell then discussed wages for the employees and informed the Board that he had conducted an evaluation for Administrator Lynn Hagman and had good comments. **Board member Stringer moved to increase wages by 3% across the board. Board member Walker seconded the motion. The motion carried.**

EXECUTIVE SESSION

At 6:20 p.m. Board member Walker moved to recess to executive session per ID Code 67-2345 (f) to discuss assisted living facilities. Board member DePew seconded the motion. A roll call vote was taken; Board member DePew, "aye", Board member Walker, "aye" and Board member Stringer, "aye". The motion carried.

Present in executive session were Chairman Sewell, Board members DePew, Walker and Stringer, Administrator Lynn Hagman and Attorney Mike Schmidt.

The regular meeting was reconvened at 6:32 p.m.

ADJOURN

Board member Walker moved to adjourn at 6:35 p.m., seconded by Board member DePew. The motion carried.

Dave Weinstein, SECRETARY

Lynn M. Hagman, ADMINISTRATOR

