

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT
MINUTES OF SPECIAL MEETING
OCTOBER 17, 2012**

CALL TO ORDER

Chairman Sewell called the special meeting to order at 9:00 a.m. Board members present were Tom DePew, Todd Walker and Carole Stringer. Board member Dave Weinstein was absent. Larry Comer, Ken Thompson, Mike Schmidt and Danielle Quade were present as representatives of the Board. Administrator Lynn Hagman recorded the minutes of the meeting.

Board member Stringer moved to amend the agenda to add proposed LID 8 for discussion and to then approve the amended agenda. Board member DePew seconded the motion. The motion carried. This agenda item was added because of information just received and needed to be discussed.

Danielle Quade discussed the Resolution of Intent and further actions that will need to be taken. This resolution is to initiate LID 7a. Ms. Quade informed the Board that the description of improvements and the boundaries is in the resolution.

Board member Stringer questioned if there was any value to having LID7 and then LID8 and could this be changed to LID 7a and LID 7b. Board member Stringer voiced her concern with the perception people may have with numbering then like they are two different LID's rather than a continuance of LID7. Ms. Quade stated that the LID numbers can certainly be changed.

Chairman Sewell pointed out that the dates in the resolution are not correct and Board member Stringer had a grammar question. **Board member Walker moved to adopt the Resolution of Intent with the amendments of changing the name of the LID to LID 7a and LID 7b and correcting the dates. Board member Stringer seconded the motion. The motion carried.**

Larry Comer discussed LID7b and informed the Board that the District now owns 19 or so ER's. Mr. Comer discussed the map of the District with the Board and explained the differences that show who has equity in the plant and who does not. Some constituents will be a zero assessment and some will be a zero assessment due to no access or would be due to no equity. Mr. Comer explained why the District will have an LID 7b and stated that this will be to defer things we don't know and to clean up the perimeter.

Mr. Comer presented a schedule to the Board of when the LID notices will be mailed out and when the public hearing will be. Mr. Comer explained that the number of ER's being assessed will be on the notice. The newsletter, legal notice and a page with their individual assessment will be sent out. Board member Stringer questioned if placing an ad in the paper would be appropriate. Mr. Comer felt that an ad may be alright but not have a story done by a reporter.

Ms. Quade questioned if the O & M would be in the letter. Mr. Comer stated that the District share to HARSB will be about \$2.00 a year and the District could put that in the newsletter. Board member Stringer voiced her concern with combining the LID with the O & M. Mr. Comer stated that the first and second public meetings were not LID hearings, just preliminary information. The public hearing will be more summarized and will still tell where the O & M is going. Ms. Quade suggested keeping the LID and the O & M separate. Mr. Comer felt that the constituents need to hear all of the information but he will keep it separate for clarity.

Mr. Comer suggested deferring conversations of the second ten years. Board member Walker agreed and felt that keeping the O & M separate was good.

Board member DePew questioned why North Kootenai Water District just received a loan from DEQ with 2.5% interest with forgiveness. Danielle Quade explained why they got the forgiveness and stated that it was a different kind of loan than what the District is getting.

Mr. Comer informed the Board that there will be a couple of customized letters that will go out and will be handled at the District office. Mr. Comer informed the Board that people who have access but no ER can voluntary join the LID by paying a CAP fee in cash and then be assessed in LID7a. The communication will be 3 tier, custom letters on District letterhead, newsletter and assessment information.

The resolution of intent to create LID7a will be on the next agenda. Mr. Comer's office will certify the mailings and the public hearing will be on November 14, 2012 at 6:00 p.m. at the Hayden Meadows Elementary. Ms. Quade recommended that the Board only take comments and not respond to the public. Mr. Comer suggested a meeting with dialog first and then open the public meeting.

With no further business to discuss, at 10:00 a.m. Board member DePew moved to adjourn, seconded by Board member Stringer. The motion carried.

Dave Weinstein, SECRETARY

Lynn M. Hagman, ADMINISTRATOR