

**CITY OF HAYDEN LAKE
MINUTES OF REGULAR MEETING
NOVEMBER 6, 2006**

CALL TO ORDER

Mayor Prince called the regular meeting of the Hayden Lake City Council to order at 7:00 p.m. Council members present were Bob Grant, Jim Riley and Todd Walker. Councilwoman Evelyn Meany was absent. Dick Pelton, Attorney Pete Bredeson and Phil Boyd were also present representing the Council. City Clerk Lynn Hagman recorded the minutes of the meeting.

VISITORS

Visitors present were Jim and Virginia Daly, Dave Mix, Robert Getty, Craig and Rose Tedmon, Steve and Carol Davis, Mr. Sims and Mr. Selvig.

AGENDA

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

Councilman RILEY then moved to approve the consent agenda, including the minutes of October 16, 2006 and the unpaid bills and any paid pending approval bills. Councilman WALKER seconded the motion. The motion carried.

WATER RATE PUBLIC HEARING

At 7:10 p.m. Mayor Prince opened the public hearing on water rates as was published in the CDA Press on three separate occasions. Mayor Prince announced that this was the time and place to hear comments for or against a proposed increase in the City of Hayden Lake water rates.

Mayor Prince introduced Phil Boyd from Welch Comer & Assoc. who gave a presentation on the water system, water rates and depreciation. Handouts were given to the Mayor and Council as well as to the audience. The base rate of \$25.00 for 12,000 gallons of water was discussed and it was recommended to change this to \$25.00 for 10,000 gallons. Mr. Boyd then discussed the overages, which is anything over the 10,000 gallons. The current rate is \$1.00 per thousand. Mr. Boyd stated that the City needs to consider a conservation plan and with this, it was recommended to change the overage to \$1.10 per thousand for water used between 10,000 gallons and 20,000 gallons and anything used over the 20,000 gallons would be at \$1.75 per thousand.

Mr. Boyd explained that the City purchases their water from Avondale and their costs have gone up which effects the City cost.

Mayor Prince then opened the floor for comments, limiting their comments to 5 minutes.

Mr. Altman questioned the purpose of the two wells that Avondale has around the Country Club. Councilman Walker explained that Avondale only use those to pump out of the lake to keep their permit. The water source is their as a back up.

Mr. Tedmon questioned the accumulated depreciation and is the City going forward with a deficit. Phil Boyd explained that the system is worth several million dollars in replacement value. Mr. Boyd feels that the gap is not too big; however the City does need to work to make it smaller.

Mr. Sims asked what the average use was without irrigation. Phil Boyd felt it would be approximately 10,000 a month.

Mr. Boyd informed the citizens that the revenue is set up for certain expenditures in the water system. Councilman Riley stated that the water fund is accounted for separate from the Cities general fund. Mr. Boyd explained how the depreciation is figured and explained that the City should be looking at the depreciation figures every 2 years.

Steve Davis asked if lowering the gallons to 10,000 was contrary for big lots. Mr. Boyd stated this would generate more revenue from people who use more water. Carol Davis asked if any compensation would be given for those who use less water. Council stated that the rates would be the same across the board.

At 7:45 p.m. Mayor Prince closed the public hearing on the water rates.

Councilman RILEY moved to adopt Resolution 82, a Resolution to raise the City of Hayden Lake water rates to \$25.00 for the first 10,000 gallons, \$1.10 per thousand for 10,000 to 20,000 gallons and \$1.75 per thousand for anything over 20,000 gallons and the increase would commence October 1, 2006. Councilman WALKER seconded the motion. The motion was unanimously carried.

ORDINANCE 217

Council briefly discussed Ordinance 217, an Ordinance providing for the re-naming of certain City street known as Cramp Rd. to the name of Club Lane.

Councilman GRANT moved to adopt Ordinance 217, seconded by Councilman WALKER. A roll call vote showed; Councilman GRANT, “aye”, RILEY, “aye”, and Councilman WALKER, “aye”. The motion carried.

Mayor Prince read Ordinance 217 by Title.

Councilman GRANT then moved to adopt Ordinance 217 under suspension of the rules requiring three separate readings. Councilman RILEY seconded the motion. A roll call vote was taken; Councilman RILEY, “aye”, WALKER, “aye” and Councilman GRANT, “aye”. The motion was carried.

Councilman RILEY then moved to adopt Ordinance 217 as presented, seconded by Councilman WALKER. The motion carried.

PLANNING & ZONING

Councilman Walker informed the Mayor and Council of a retaining wall application submitted by Penn Siegal. The application was submitted to Welch Comer for review due to the proximity of the lake.

Councilman Grant voiced his concern with Frey Dock Builders using the ramp at the Country Club for his business. Code Enforcement Officer Dick Pelton submitted pictures to the Council of Mr. Frey’s activities next to the ramp. Mr. Pelton spoke with Mr. Hintz at the Country Club and explained that dock building is not allowed there due to the zoning. Councilman Walker informed the Council that the Hayden Lake Country Club feels that the City has no ownership of the road. Councilman Walker suggested the Clerk review the minutes of the meeting in which Mr. Frey attended last. Councilman Walker also suggested a letter from the City Attorney be sent to Mr. Frey.

LEGAL

Attorney Bredeson informed the Council that he is working with the County on the Impact Fee collection.

LAW ENFORCEMENT

Councilman Grant gave the monthly police report and commended Chief Johnson for a good job.

STREETS

Councilman Riley suggested the Council have conversations with the City of Hayden regarding transportation issues. Councilman Riley stated that he and Chris Beck had briefly discussed this issue and felt that it would be beneficial for the 2 Council's to meet. Councilman Grant stated that he would be in favor of this but would like to see some kind of agenda for this meeting.

Councilman Grant asked Councilman Riley if he had talked with Joe Wuest from Lakes Hwy. District or Linda Davis from North Kootenai Water District regarding Pt. Hayden streets. Councilman Riley stated that he had not met with either of them yet. Councilman Grant suggested Mayor Prince speaking with Linda Davis on getting some of the water repairs done in certain sections of Pt. Hayden.

Councilman Grant then voiced his concern with the Pt. Hayden lake access. Councilman Grant reminded the Council that in the proposed LID discussions, Council agreed to have a survey done of the public access to show where the corners are. The City made the decision to not impose the LID, however, the survey still needs to be done and Councilman Grant requested the Council's approval to direct Welch Comer to spend a few hours to see if they could find the pins without doing a full survey.

Councilman Walker felt that if no one in that area is interested in this access, then the City should not spend the funds for a survey. Mayor Prince felt that the City should know where the corners of the property are. Councilman Walker felt that Pt. Hayden should have a homeowners association to give this access to. It could be a liability to the City.

Councilman Grant stated that he has had residents of that area approach him about the access. Councilman Walker stated that he would agree to spending a small sum of money for Welch Comer to look for the pins, however, he would like to find the original surveyors and get an estimate from them as well. If the original surveyors cannot be found, Welch Comer will be directed to do the job.

ADJOURN

With no further business before the Council, the meeting was adjourned at 8:50 p.m.

Bob Prince, MAYOR

Lynn M. Hagman, CITY CLERK

