

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT
MINUTES OF REGULAR MEETING
OCTOBER 28, 2009**

CALL TO ORDER

Chairman House called the regular meeting to order at 5:00 p.m. Board members present were Dave Weinstein, Tom DePew, Ken Sewell and George Anderl. Larry Comer, Dustin Jacobson, Ken Thompson, John Austin, and Mike Schmidt were present as representatives of the Board. Lynn Hagman recorded the minutes of the meeting.

Visitors present at the meeting were Sandy Young and Todd Stam from Aspen Homes.

AGENDA AND MINUTES

There was an amendment to the agenda, the accountant's report was added and the good faith reason was due to oversight when the agenda was prepared.

Board member DePew moved to approve the amended agenda, seconded by Board member Sewell. The motion carried.

Following review of the minutes of October 14, 2009, Board member DePew moved to approve the minutes, seconded by Board member Anderl. The motion carried.

SANDY YOUNG – FALLS AT HAYDEN LAKE

Sandy Young addressed the Board on behalf of the Falls at Hayden Lake project. Mrs. Young informed the Board of the request to build two, one stall restrooms. Mrs. Young stated that Kootenai County is waiting for the District's comments and suggested it be approved with no actual hook up as was the model home.

Board member George Anderl stated that he did not see a problem with this and Board Tom DePew also had no objection. Chairman House commented that they would need to obey the County site disturbance ordinance and an agreement to not hook up will be signed for the restrooms as it was for the model home. **Board member Sewell moved to approve the restrooms with the contingency of the agreement to not hook to the sewer is signed. Board member DePew seconded the motion. The motion carried.**

ACCOUNTANT REPORT

Ken Thompson gave a report on the financial status of the District. Mr. Thompson informed the Board that the bank has agreed to extend the loan on the LID #6 project for 6 months and he should have the new rates in a couple of months. Mr. Thompson stated that the Board needs to work on getting the LID #6 closed and work on the long term financing. Chairman House questioned what the interest rate was now with the current payments. Ken Thompson stated it was 4% interest.

Larry Comer informed the Board that they will start closing the LID in January.

Chairman House questioned when the District is allowed to raise the sewer rates Ken Thompson stated that January or February, 2010 would be a good time. Board member Weinstein question when the District would go for a revenue bond. Board member Anderl felt that a revenue bond would not pass.

Chairman House discussed a rate increase on the O & M and spoke on the phosphorus removal at the plant. This could cost the District up to \$250,000 for legal fees on this issue. Chairman House requested Mike Schmidt to review the documents on this case. Since the District land applies, Chairman House felt that this could be a separate argument.

Larry Comer and Ken Thompson will work on the rate increase and have some figures by the Nov. 30th meeting. Ken Thompson suggested a news letter before Christmas and one in January with the hearing being scheduled in February. **Board member Sewell moved to approve the accounts financial report and the invoices for payment. Board member Weinstein seconded the motion. The motion carried.**

ENGINEER REPORT

Larry Comer reported that the English Pt. lift station is still under construction and they are working on closing out other contracts.

DISTRICT SUPERINTENDENT REPORT

Dustin Jacobson questioned the cut back on spending and stated that there are things that need to be done. The air release valve on Lakeview Dr. needs to be replaced and Mr. Jacobson requested direction from the Board on waiting to get this done. He can release the air manually for now. Larry Comer suggested that he look at this with Dustin and the Board agreed.

Mr. Jacobson then informed the Board of a new home on Ponderosa that where the sewer stub was not provided and the line needs to be extended.

Mr. Jacobson questioned the Board on the policy for new hook ups. The Board policy is if a CAP fee is paid then the homeowner pays to hook up to the sewer and install a service line.

BOARD REPORTS

Chairman House gave an update on HARSB issues. There was a discussion on who is allowed to chair the Board at the HARSB meetings. Mike Schmidt will research this and let the Board know.

Chairman House informed the Board that he had attended a meeting with Mr. Lee Shellman, who is a new member of the Hayden Lake Watershed Assoc. and a couple other members regarding a wake boarding issue on Hayden Lake. Mr. Shellman had asked Chairman House to help tie into the TMDL for a future meeting with Senator Jorgenson.

Board member Weinstein questioned why the Sewer District would be getting involved in the Hayden Lake Watershed issues such as wake boarding. Board member Anderl agreed that this had nothing to do with the Sewer District and if Chairman House wanted to attend these meetings he should go as a citizen and not as Chairman of the Sewer District. Board members DePew and Sewell agreed. Board member Weinstein suggested the Watershed Assoc. work with those who have something to do with keeping the lake clean.

Chairman House did not agree with the Board's opinion. Mike Schmidt will provide ID code and legal opinion on powers of the Board.

MEETING DATES

Chairman House informed the Board that Mr. Paul Klatt will attend the 9:00 a.m. meeting on Nov. 12th.

Due to the holiday on November 11th, the morning Board meeting will be rescheduled to November 12th at 9:00 a.m.

Due to the regular meeting falling on the eve of Thanksgiving, the meeting on November 25th has been rescheduled for November 30th at 5:00 p.m.

December 23rd has been set for the Christmas party at Avondale Golf Club and the meeting time has been rescheduled to 4:00 p.m.

Board member Sewell moved to approve the new schedule for meeting dates and times. Board member DePew seconded the motion. The motion carried.

EMPLOYEE EVALUATIONS

Chairman House has asked for employee evaluations. Board member DePew will meeting with the administrator and have the evaluations ready for the Nov. 30th meeting. Chairman House will meet with Mayor Morris for the evaluation on Lynn Hagman.

ADJOURN

With no further business before the Board, at 6:50 p.m. Board member Weinstein moved to adjourn. Board member Anderl seconded the motion. The motion carried.

Kenneth Sewell, SECRETARY

Lynn M. Hagman, ADMINISTRATOR