

**CITY OF HAYDEN LAKE
MINUTES OF REGULAR MEETING
FEBRUARY 6, 2007**

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, Evelyn Meany, Jim Riley and Todd Walker. Attorney Pete Bredeson and Dick Pelton were also present as representatives of the Council. Clerk Lynn Hagman recorded the minutes of the meeting. Visitors present were Jennifer Rova, Lee Anderson, Deputy Ryan Higgins and Joe Wuest from Lakes Hwy. District.

Mayor Prince mentioned the pictures of Jason Felton and John Harrison in the hallway and thanked the Clerk for having them done.

AGENDA

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

Councilwoman MEANY then moved to approve the consent agenda including the minutes of January 2, 2007 and the unpaid bills and any paid pending bills for approval. Councilman WALKER seconded the motion. The motion carried.

VISITOR CONCERN

Jennifer Rova addressed the Council with first thanking them for serving. Mrs. Rova stated that she had previously requested a "no boating" sign for Pt. Hayden and she would like to withdraw that request.

Mrs. Rova asked the Council if the City requires business licenses. She was under the impression that the City of Hayden Lake had 120 or so businesses. Mayor Prince explained that the businesses she is talking about are actually in the City of Hayden. Mayor Prince informed Mrs. Rova that the City does not collect a tax or require licenses for the two businesses that are in the City. The expense of collecting the money would cost more in time and expense to the City than would be allowed to collect.

LEGAL

Attorney Pete Bredeson informed the Council that the issue of the public access at the Country Club had been resolved. The access belongs to the Country Club and Attorney Bredeson confirmed with Attorney Dana Wetzel that the City did not have a prescriptive easement. Councilman Grant stated that he too had researched this access and he felt that in the annexation process of the Country Club, the legal description on the road was done as to vacate the access to the Country Club without City knowledge. Councilman Grant felt the public should be notified of this information and see if there is any interest in pursuing the prescriptive easement. Councilman Grant feels the City should maintain this access for the public. Attorney Bredeson stated that the Judge would have to declare it a prescriptive easement and this could cost the City a lot of money.

Deputy Higgins informed the Council that he would contact Carl Washburn at the Dept. of Lands to inform him of the ownership of the lake access.

AUDIT

Lee Anderson from Anderson Bros. CPA gave the audit report for FY 2005/06. Each page of the audit was reviewed by Mr. Anderson and the Council. Fund accounting and the graphs were discussed as well as capital assets and future projects of the City. Councilman Riley questioned the depreciation of the streets and Mr. Anderson explained how to do this and how to get the historical value of the city streets. Mr. Anderson feels that a monthly procedure check list would be very helpful, however, the steps the City is now taking with reviewing the financials each month is also very important.

Councilman Riley asked Mr. Anderson if there was a way to not include things such as the grant funds in the general fund. Mr. Anderson stated that the City could amend the budget at the time the clerk knows how much money the City will get. Councilman Riley discussed the street restricted funds and how to separate them from other street funds. Councilwoman Meany informed the Council that she and the clerk were looking into the State Treasurers Pool for investing these funds. Mr. Anderson felt this was a very good place to invest.

Councilman WALKER moved to adopt the annual audit for FY 2005/2006. Councilwoman MEANY seconded the motion. The motion was unanimously carried.

STREETS

Joe Wuest from Lakes Hwy. District addressed the Council on the intersection concepts for Rimrock Rd. and Lakeview Dr. and Rimrock Rd. and English Pt. Council discussed traffic flow and travel paths with Mr. Wuest.

A separate concept of an island was discussed and the Council disapproved of this and felt that the round about would provide a better flow of traffic. Joe Wuest also recommends the round about for both intersections.

Mr. Wuest explained that the Highway District would come up with a concept that the City would approve of and then JUB would be asked to develop it. Both intersections are in the County; therefore, Lakes Hwy. District will be funding the concepts and possibly the proposed developments in that area will share in the expense. Councilman Riley asked about a schedule for the work to be done. Mr. Wuest stated that the Hwy. District Board first needs to get feed back from the Engineers. The construction will depend on the funds and how much the developers are willing to contribute.

Councilman Riley questioned the snow plowing this year and if there was a lot of de-icing being done. Mr. Wuest informed the Council that costs are rising and if the City ever wants anything else done differently to please let him know and the Hwy. District will work with the City.

PLANNING & ZONING

Councilman Walker discussed the leak on Pt. Hayden Rd. Councilman Grant suggested a letter be sent to North Kootenai Water Dist. regarding the City's concerns with the water leaks in the Pt. Hayden area and to ask them if they would consider replacing a section of the line on Pt. Hayden Rd. Council is very concerned with the deterioration of the road from the water leaks. Attorney Pete Bredeson was directed to draft a letter to N. Kootenai Water District for the Council's review.

FINANCIAL

Councilwoman Meany reviewed the December, 2006 financial reports with the Council. The CD's that the City has with Bank CDA were discussed and Councilwoman Meany feels the City may get better rates now. The Clerk will call Bank CDA and check on this. Councilman Riley suggested the City now enter into an agreement with Welch Comer Engineers on designing the gateway traffic devices. This would coincide with Lakes Hwy. District projects on Rimrock. Council will discuss this issue further at a later date. **Councilman RILEY moved to approve the financial reports for December, 2006, Councilman WALKER seconded the motion. The motion carried.**

POLICE REPORT

Councilman Grant informed the Council that things had slowed down a little and Chief Johnson had given assistance to the County. The old police car is being advertised for sale, bids will be taken until February 20th.

STREETS

Councilman Grant requested Councilman Riley speak with Phil Boyd for a cost estimate on Chip Sealing in Pt. Hayden from the totem poles down to Bervan Bay.

ADJOURN

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

Bob Prince, MAYOR

Lynn Hagman, CITY CLERK