

**HAYDEN LAKE RECREATIONAL WATER & SEWER DISTRICT
MINUTES OF REGULAR MEETING
MARCH 22, 2017**

CALL TO ORDER

Chairwoman Stringer called the meeting to order at 4:00 p.m. Board members present were Ed Short, Ed Burke and Ed Graves. Board member Bill Meany was absent. Attorney Schmidt, Ashley Williams and Superintendent Dustin Jacobson were present as representatives of the Board. Administrator Hagman recorded the minutes of the meeting.

AGENDA/MINUTES

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

Board member Burke moved to approve the minutes of February 10, 2017 and March 8, 2017. Board member Graves seconded the motion. The motion carried.

ATTORNEY

Attorney Schmidt discussed the legal authority the District has to assess a fee to customers who live outside the District boundaries but are serviced by the District for sewer. Attorney Schmidt explained since they are not allowed to be assessed through the LID 7A and the District is not allowed to extend credit for a payment option; the only way for them to pay their assessment for the upgrades is to pay in full. The deadline for the payment will be April 15, 2017, if not paid by that date a second notice will be sent. Attorney Schmidt discussed the option of shutting off the sewer for non- payment.

PUBLIC HEARING

At 4:34 p.m. Chairwoman Stringer opened the public hearing for a new fee to customers outside the District boundaries. There were no citizens present to speak and no written comments received.

At 4:35 p.m. Chairwoman Stringer closed the public hearing.

Resolution 17-02, a resolution imposing a \$3,820.66 fee to customers outside of District boundaries but are serviced by the District was presented for adoption.

Board member Burke made a motion that District customers located outside of the District shall pay \$3,820.66 (which is the same amount that was assessed to the District customers as part of the District's LID 7A), which payment shall occur on or before April 15, 2017. Board member Graves seconded the motion. A roll call vote showed; Board member Short, "aye", Board member Burke, "aye" and Board member Graves, "aye". The motion was unanimously carried.

AUDIT

Chairwoman Stringer informed the Board the 2014 audit is complete and there will be an audit presentation by Magnus McHugh on August 12, 2017.

Board member Graves moved to pay the invoices, seconded by Board member Burke. The motion carried.

ENGINEER

Ashley Williams discussed the LID 7A assessment mailing and informed the Board they would be sent out on Monday, March 20th. The O&M public hearing was discussed and Mrs. Williams questioned whether a newsletter should be sent out or just have information placed on the web site and on the next billing.

The Board discussed rates and fees and it was suggested adding 1% interest per month to anything that is paid late. Chairwoman Stringer preferred to let that go due to our billing cycle being every 2 months. Mrs. Williams informed the Board she will run through the public hearing presentation at the April 12th meeting. Depreciation funding was discussed and a chart showing rate increases through 2028 was presented.

The date for the hearing was discussed and the Board felt April 12th was too soon and moved the date to April 26th at 5:30 p.m. Administrator Hagman will check with the Scottish Rites to see if the building is available on that date. The regular Board meeting will be held at the Scottish Rites building at 4:30 p.m. before the public hearing. The Board directed Ashley Williams to draft information for the web site and a paragraph for the billing. Chairwoman Stringer and Board member Graves will review.

ATTORNEY

Chairwoman Stringer questioned the LID 6 increment and HARSB reduced cap fee. Attorney Schmidt felt these topics should be placed on the next agenda.

Chairwoman Stringer informed the Board she is trying to re-open the dialogue with HARSB to purchase RU's from the District. She suggested changing some verbiage in the JPA (Joint Powers Agreement) to allow us to sell back the RU's.

A letter from Leo Notar was addressed. Mr. Notar informed the Board that at this time the discussion of putting sewer on English Pt. road will be on hold until further notice to the Board.

EXECUTIVE SESSION

At 5:50 p.m. Board member Graves moved to recess to executive session per ID Code 74-206 (1) (f) to communicate with legal counsel for the public agency to discuss the legal ramifications of and legal options for pending litigation, or controversies not yet being litigated but imminently likely to be litigated. Board member Burke seconded the motion. A roll call vote was taken; Board member Graves, "aye", Board member Short, "aye" and Board member Burke, "aye". The motion was unanimously carried.

Present in executive session were Chairwoman Stringer, Board members Graves, Short, and Burke, Attorney Schmidt and Administrator Hagman.

At 6:07 the Board reconvened to regular session.

ADJOURN

With no further business before the Board, at 6:08 p.m. Chairwoman Stringer adjourned the meeting.

Carole Stringer, CHAIRWOMAN

Lynn Hagman, ADMINISTRATOR