

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT  
MINUTES OF REGULAR MEETING  
SEPTEMBER 10, 2014**

CALL TO ORDER

Chairman Walker called the meeting to order at 9:00 a.m. Board members present were Carole Stringer, Ed Short, Ed Burke, and Ed Graves. Engineers Steve Cordes, Attorney Mike Schmidt, Attorney Danielle Quade, and Accountant Ken Thompson were also present as representatives of the Board. Attorney Michael Schmidt recorded the minutes of the meeting.

AGENDA / MINUTES

The Agenda was first considered. There were no suggested additions or modifications.

**Board member Stringer moved to approve the agenda, seconded by Board member Short. The motion carried.**

In reviewing the minutes of August 27, 2014, no edits were suggested or made.

**Board member Short moved to approve the minutes. Board member Burke seconded the motion. The motion carried.**

ENGINEER

Steve Cordes informed the Board that Welch Comer representatives met with the Hayden Lake Country Club representatives for an on-site visit to review the grounds and layout for the proposed bypass line and lift station. The meeting went well, and it initially appeared that the terrain should be suitable for the project. The Country Club representatives seemed receptive to the project as well.

Mr. Cordes also reminded the Board that there was going to be a pre-construction conference for the lift station work next Monday, with the focus being primarily on the first two lift stations to be constructed this fall.

LEGAL

Attorney Danielle Quade presented Ordinance 14-03 and explained the document. The earlier Ordinance 14-02 could not revolve as a line of credit and comply with tax exemption requirements of the IRS (it could not be drawn down and repaid and then drawn down again because it would not be clear what the total project costs were for IRS purposes), so the new Ordinance was needed to permit this. Because this need of the District was not clear to Danielle Quade prior to adopting Ordinance 14-02, but became apparent after Ken Thompson discussed the issue with her after the meeting, she did not publish the Ordinance so it never became effective. The amount will therefore increase to \$9,000,000, with a maximum of \$1,200,000 that

can be drawn out at any time. The proposed Ordinance reflects these changes, and Ordinance 14-03 also rescinds Ordinance 14-02. These funds are to be used primarily for the lift station projects. The District should apply DEQ reimbursement amounts to the loan as soon as received to avoid paying double interest.

**Board member Burke moved to approve Ordinance 14-03 under suspension of the rule requiring that the ordinance be read aloud on three separate days and to read by title only, which Motion was seconded by Board member Graves. A roll call vote showed: Board member Short, “aye”, Board member Burke, “aye”, Board member Stringer, “aye” and Board Member Graves, “aye”. The motion unanimously carried. Chairman Walker thereafter read the Ordinance by title only.**

**Board Member Short moved to adopt the ordinance and publish by summary only. Board member Graves seconded the motion. A roll call vote showed; Board member Short, “aye”, Board member Burke, “aye”, Board member Stringer, “aye” and Board Member Graves, “aye”. The Motion unanimously carried.**

#### SUPERINTENDENT REPORT

Mr. Jacobson was not present and no report was presented.

#### BOARD DISCUSSION / APPROVALS

Dustin Jacobson’s and Chris Seward’s employment contracts were next considered. Attorney Schmidt and Carole Stringer confirmed that the contracts as revised and emailed out by Lynn Hagman did reflect the updated hourly rate increases.

**Board member Stringer moved to approve the employment contracts of Dustin Jacobson and Chris Seward as presented, which motion was, seconded by Board member Short. A roll call vote showed: Board member Short, “aye”, Board member Burke, “aye”, Board member Stringer, “aye” and Board Member Graves, “aye.” The Motion unanimously carried.**

#### ADJOURN

The meeting was adjourned at 9:17 a.m.

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Todd Walker, CHAIRMAN

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Lynn Hagman, ADMINISTRATOR