

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT
MINUTES OF REGULAR MEETING
MAY 11, 2011**

CALL TO ORDER

Chairman Sewell called the meeting of the Hayden Lake Recreational Water and Sewer District to order at 9:15 a.m. Present were Board members Tom DePew, Todd Walker, Carole Stringer and Dave Weinstein, who recorded the minutes of this meeting. Larry Comer from Welch/Comer Engineers and Superintendent Dustin Jacobson were also present as representatives of the Board. Sandy Young was present at the meeting, representing Todd Stamm of Aspen Homes.

AGENDA AND MINUTES

The agenda and minutes were reviewed and Board member Walker moved to approve the agenda and minutes, seconded by Board member DePew. The motion carried.

LID6 ADMINISTRATION FEE

Sandy Young inquired about the 1% administration fee on LID6. Information is not yet available from the District to make an informed decision.

ENGINEER

Attached to the minutes is the basic facility plan submitted by Larry Comer. Superintendent Dustin Jacobson and Larry Comer have the conditions and numbers on the plan as close as they can at the present time. Larry Comer explained the facilities plan, the original plan of 2004 needs to be updated with proposals and information. Mr. Comer reported on the overall process to create and implement CIP. Financing is possibly the most difficult element of CIP update.

One problem that is outstanding is resolving the Haley decision and HARSB approach to CAP fee formulization. Other issues discussed by Mr. Comer were emergency response plan and future service area planning. There was a brief discussion of should the SMA be extended and when should the District plan for future development.

Mr. Comer informed the Board that we could join existing tasks under CIP with facilities plan regarding extended SMA. There could be financial savings by doing this. Mr. Comer will report on costs for the extended CIP at the June 8th meeting.

SUPERINTENDENT REPORT

Mr. Jacobson informed the Board that the dam pump is operational and is ready to be put on line when needed. The dike line will be pumped out and filled with chlorinated water.

BOARD DISCUSSIONS

Getting second attorney opinions was discussed and the Board questioned if second opinions needed to be solicited. Board member Stringer questioned what legal advice should be sought

and when. Board member Walker commented that legal counsel attempts to educate the Board and advises the Board to be consistent followers of policy. Board member DePew commented that any legal advice results from a collegial decision making process and therefore, we don't need second opinions.

Chairman Sewell restated the original question to should the District solicit second opinions on any legal issue. Board member Stringer felt the Board should discuss this with counsel on strategies on any legal issue in a more detailed way.

Board member Stringer stated the District needs to carefully audit the District size and who is paying for present system. Board member Walker commented that Laurie, the District Billing Clerk should know who is on the system. Board member Stringer felt that an audit should show the number of lots, who is paying O & M and who is not hooked up, who has had lot splits and are there more assisted living facilities in existence. Title companies and County often provide poor information. Board member Stringer questioned what is being done to audit every lot in the District. Board member Stringer suggested the Haley decision be discussed as soon as possible. Board member Stringer feels the District needs to amend the Joint Powers Agreement to be consistent with the Haley decision. Chairman Sewell stated that there are four attorney's in discussion regarding the amendments to the Joint Powers Agreement.

ADJOURN

At 12:35 p.m. Board member DePew moved to adjourn, seconded by Board member Walker. The motion carried.

Dave Weinstein, SECRETARY

Lynn M. Hagman, ADMINISTRATOR