

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT
MINUTES OF REGULAR MEETING
OCTOBER 26, 2011**

CALL TO ORDER

Chairman Sewell called the regular meeting to order at 5:00 p.m. Present were Board members DePew, Weinstein, Walker and Stinger. Ken Thompson, Attorney Mike Schmidt, and Larry Comer were present as representatives of the Board. Visitor present was Stephanie Oliver from HARSB. Administrator Hagman recorded the minutes of the meeting.

AGENDA AND MINUTES

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

Board member Stringer then moved to approve the minutes of October 12, 2011. Board member DePew seconded this motion. The motion carried.

HARSB

Ms. Oliver presented the calculations for the new amount the District will be paying to HARSB. Ms. Oliver explained how the ER's are calculated and billed for. Then a breakdown of percentages between the entities was discussed. The handout showed the percent to the collector between City and District, budget numbers from the approved budget and budget numbers between the interceptor and the collector and the final sheet discussed was the payment schedule for the first half of the 2011 – 2012 budget year. Ms. Oliver informed the Board that pre-treatment is primarily industrial users. The District is scheduled to get a return of approximately \$74,000 this year. Reports are now being sent to the District Superintendent on a monthly basis now showing the time HARSB is spending in the District.

Larry Comer suggested future things for the Board to consider for next year's HARSB budget. First would be funding depreciation at a better degree, such as a 10% allocation of CAP fees into the depreciation fund. Be more intentional about capital purchases, such as a reserve funds or purchasing in current budget.

Board member Stringer questioned the pre-treatment funds being pulled from the budget. Ms. Oliver replied that they were pulled at final budget approval.

ACCOUNTANT

Ken Thompson gave the Board a report on the financial status of the District. Mr. Thompson pointed out the new depreciation fund. Invoices for payment were reviewed and **Board member Stringer moved to approve the financial report and the invoices for payment. Board member DePew seconded the motion. The motion carried.**

ENGINEER

Larry Comer gave an update on the Waste Water Facilities Plan and informed the Board that he is scheduled to present the draft in December. The DEQ loan application is due January 15, 2012. Following the draft presentation, the Capital Improvement Plan for the District collector will need to be done. Mr. Comer discussed other funding that will be needed with the Board.

There will be a meeting on November 14th at the Hayden City Hall for further discussion with the City of Hayden.

Chairman Sewell felt that this information needs to be presented to HARSB. Larry Comer will send the information to Ken Windram for the next HARSB meeting. Board member Stringer questioned who would be attending the November 14th meeting and Chairman Sewell replied that he and Board member Weinstein would attend. Board member Stringer voiced her concern with the timeline for the loan and not having figures ready from HARSB. Mr. Comer explained the process of the loan application. Board member Weinstein suggested Mr. John Tindell from DEQ come to the next Board meeting to discuss the process and how the funds are distributed. Mr. Comer will contact Mr. Tindell and invite him to the next meeting.

Mr. Comer then informed the Board that the geotechnical engineer has finished his survey on Sandy Cove and a proposal has been received from him. Mr. Comer stated that a Title report will be pulled to generate a draft easement then they will begin work on the design and preparation work.

ATTORNEY

Attorney Mike Schmidt gave an update on the Joint Powers Agreement. On October 13th he met with Nancy Stricklin and John Cafferty who discussed amendments to the agreement. Mrs. Stricklin will work on some of the terms that were discussed. Attorney Schmidt informed the Board that in the meeting Mrs. Stricklin indicated she would like to work on a proposed take-over agreement. Attorney Schmidt questioned the Board on their desires to explore this or stay with the current agreement with the revisions they had asked for.

Board member Stringer questioned if the Board could set the parameters to follow for the Joint Powers Agreement. The Board is not interested in provisions for a take-over. The only issue is the sale of ER's and that is what the District would like amend. The Board is in agreement and directed Attorney Schmidt to discuss this with Mrs. Stricklin.

HARSB REPORT

Board member Weinstein reported that at the HARSB meeting permits were discussed. Ken Windram will be attending a forum in November to discuss PCB's and other related topics. Chemical costs are up due to using more of them.

The citizens lobby group, headed by Mr. Wilcox asked if they may use the meeting room for their next meeting, Board member Weinstein said it was possible. The medical insurance question asked previously by Board member Stringer was asked at the HARSB meeting and Attorney Stricklin quoted the state statute that the Hayden Lake Recreational Water and Sewer District Board members cannot be on the HARSB medical insurance.

Board member Stringer voiced her concern with a group for lower sewer rates having a meeting at the District building. Larry Comer agreed and felt the District should have a more distant relationship with this group. The Board agreed that their meeting should be held in a neutral place.

OTHER

The annual December dinner was discussed and the Board agreed to have it at the Copa located in Hayden this year. December 12, 2011 was chosen for the date.

EXECUTIVE SESSION

At 6:50 p.m. Board member Walker moved to recess to executive session per ID code 67-2345 (1) (f) for an update on the assisted living facilities and pending threatened litigation. Board member Weinstein seconded the motion. A roll call vote was taken; Board member Weinstein, “aye”, Board member DePew, “aye”, Board member Walker, “aye” and Board member Stringer, “aye”. The motion carried.

At 7:30 p.m. the Board reconvened to regular session.

ADJOURN

With no further business before the Board, at 7:30 p.m. Board member DePew moved to adjourn, seconded by Board member Walker, The motion carried.

Dave Weinstein, SECRETARY

Lynn M. Hagman, ADMINISTRATOR