

**HAYDEN LAKE RECREATIONAL WATER AND SEWER DISTRICT  
MINUTES OF THE MEETING  
October 7, 2015**

CALL TO ORDER

Chairman Walker called the meeting to order at 9:00 a.m. Board members present were Ed Short, Ed Burke, and Carole Stringer. Engineer Steve Cordes, Attorney Mike Schmidt, Accountants Stephanie Sherman and Ken Thompson were also present as representatives of the Board. Attorney Schmidt recorded the minutes of the meeting.

AGENDA/MINUTES

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

ATTORNEY REPORT

Attorney Schmidt presented a synopsis of the creation of the District and HARSB, and the various agreements and policies that created situations where some ERs were assigned to properties that could not be assessed under LID7. The topics discussed are contained in the attached handout "ER Policy Discussion."

Carole Stringer and Ed Short expressed interest in sending out another notice to the individuals that are located outside of the District and who could not be included in the LID. They felt the notice should advise them that at the conclusion of the improvements being made as part of LID 7, they would be charged for the cost of the improvements and treated the same as all other District constituents. This would most likely occur in the Fall of 2016. However, the non-District customers could not participate in the LID because as a matter of Idaho law, the LID financing method is only available to District constituents. Therefore, non-District customers will need to pay for the improvements separately, and do not have the same ability to amortize payment for the improvements as customers within the District who can participate in the LID.

Carole Stringer indicated she would like to discuss whether it would be appropriate to evaluate the actual use of the commercial (non-residential) users within the District to make sure that what they are being charged is consistent with their actual use under the new "Wastewater Unit" that was adopted in the amended and restated Joint Powers Agreement. Attorney Schmidt indicated he would request that Lynn Hagman place the topic on the Agenda for the next regular meeting.

The Board discussed the financial implications of not being able to amortize payments for some of the ERs that are held by the District or that cannot be included in the LID. Relying on estimates provided to it by staff concerning the number of ERs that might fall outside of the

LID, The Board felt that the District had the financial flexibility to close out the LID and pay off the loan to the DEQ for the improvements. The Board indicated that the situation will have to be monitored closely as the close-out date approaches.

ADJOURN

With no further business before the Board, Chairman Walker adjourned the meeting at 10:30 a.m.

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Todd Walker, CHAIRMAN

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Lynn Hagman, ADMINISTRATOR