

MINUTES

January 12, 2006

BOARD MEETING

A quorum was established and the meeting was called to order at 1:05 by Vice Chairman James Newton. Board members in attendance were James Newton and Beverly Lawlor. Staff members in attendance were Andy Newton and Sherry Evertson.

Beverly moved to approve the minutes of the December 8, 2005 Board Meeting. James seconded. Motion carried unanimously.

Guests: Guests in attendance were Barbe Ann Nelson-Dodson, Brian Earls, Donna Blatnik, Richard West (all members of the Water District Board or staff) and Kitty Shields.

Andy handed out correspondence from our attorney on the technical process of combining the Water District and Sewer District. He also handed out a list of "Pros and Cons" the Sewer District staff had prepared. Discussion followed. The Water District people present said they will discuss at their next board meeting and work on gathering information about actual cost savings to customers of combining. Sewer District will do the same.

Operation Manager's Report:

Our insurance policy has been renewed with a change in our deductible from \$250 to \$1,000. Beverly moved to approve the policy renewal, with the change in deductible. James seconded. Motion carried unanimously.

The construction is completed to the point that we will be making final payments next month to all remaining contractors.

Richard Nored will be at next month's meeting to talk to the Board about the situation in First Street regarding pipe replacement options.

Financial Reports:

Financial Reports were reviewed. Andy recommended we move some of our SDC money to a CD. Beverly moved to get a \$350,000 CD for one year at the bank that would give us the best rate. James seconded. Motion carried unanimously.

New Business:

La Pine Parks and Recreation submitted a draft lease for our review. It was discussed and some changes suggested. The suggested changes will be submitted to the Park District for their approval.

Chamber of Commerce Renewal was discussed. Beverly moved to not renew our membership. James seconded. Motion carried unanimously.

Delinquent accounts were reviewed.

Bills to be approved for January were reviewed. Beverly moved to approve the bills as presented. James seconded. Motion carried unanimously.

There being no further business, the meeting adjourned at 3:20 pm.

Respectfully submitted,
Sherry Evertson