

MINUTES
April 13, 2006
BOARD MEETING

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

James moved to approve the March 9, 2006 Board Meeting minutes. Beverly seconded. Motion carried unanimously.

Guests – Richard Nored presented the final draft of the Wastewater System Capital Facilities Plan. It was reviewed. James moved to adopt the Plan as presented. Beverly seconded. Motion carried unanimously.

James moved to proceed with raising the SDC charge to \$6,100 as recommended by the Capital Facilities Plan. Beverly seconded. Motion carried unanimously.

James moved to proceed with procuring land from BLM per the Capital Facilities Plan. Beverly seconded. Motion carried unanimously.

Operation Managers Report

We asked for quotes on the First & Huntington construction project from Vic Russell, Stan Russell, Neal Russell and Hooker Creek Construction. Stan and Neal chose not to provide quotes. Hooker Creek quoted \$176,007. Vic Russell quoted \$132,745. Both quotes are over the limit for using the informal bid process. Our attorney prepared a resolution (#06-1) declaring an emergency so that we can award the contract to the lowest quote (Vic Russell Construction). This is necessary as the project must be completed before June 1, 2006 when the County will begin their work on that intersection.

Beverly moved to adopt Resolution #06-1 for and Emergency Public Improvement Contract. James seconded. Motion carried unanimously.

Andy recommended notifying Vic Russell that he will get the contract so that he can begin preparations for the job while waiting for the contract to be drawn up. James moved to notify Vic Russell to proceed while awaiting the contract. Beverly seconded. Motion carried unanimously.

Bobby Campbell still owes us for about half of last year's hay crop. Andy talked to him Tuesday and told him to contact the board to make payment arrangements. We have not heard from him. Sherry was instructed to turn the matter over to our attorney for collections.

Andy discussed the Water District's demand that we connect to the water and that we pay back water rates of \$902. Dennis said he felt that Andy's use of the word "incompetent" in his correspondence to the Water District on this matter was inappropriate and instructed Andy to refrain from using such language in the future.

Discussion followed about what the meaning of the intergovernmental agreement between Water and Sewer is. Beverly moved to send a copy of the Intergovernmental Agreement and a letter explaining that it should include not charging each other monthly fees since we serve the same customer base. Sherry instructed to enclose a refund check

for the amount of all monthly sewer fees paid by the Water District since they moved into their new building. James seconded. Motion carried unanimously.

The aeration equipment is still not working, but LAS is working on it. We still have not received As-Builts from R&G.

We got revised plans for the Industrial Park Expansion.

Andy reported that he still has not talked to the attorney about the Ordinance changes and his concerns with Carolyn's wording.

Financial Reports

Sherry said that she has compared year to date expenses with budgeted expenses and feels we may not need to do any adjustments this year. So far we are in good shape. She will check it again next month.

New Business

Andy went over his rough outline for the coming budget. He asked for Board's opinion on raising rates. After discussion, the consensus was that rates should be increased by \$1 per EDU.

Andy discussed wages with the board. Consensus was to raise Andy's wage to \$23 per hour, raise B and John's wage by 3% cost of living plus and additional \$1.50 per hour if they pass their certification exams. Sherry's wage to be increased by 3% cost of living.

There are four accounts that have increased usage without contacting us about SDC's. The board instructed Sherry to send letters to all four (Holmdahl, Kent Jones, Kielblock and Two Rivers LLC) that they must pay an SDC. If it is not paid before our SDC increases to \$6,100, they will have to pay the higher rate.

Delinquent accounts were reviewed.

Bills to be approved were reviewed. James moved to pay the bills. Beverly seconded. Motion carried unanimously.

There being no further business, the meeting adjourned at 3:45 pm.

Respectfully submitted
Sherry Evertson