

REGULAR MEETING
BOARD OF DIRECTORS

October 9, 2012

The Board of Directors of Lake Chelan Reclamation District met for their regular Board meeting at the office of the District on October 9, 2012. The meeting was called to order at 7:00 a.m. by Board Vice President Brad Barnes. Those in attendance were:

BOARD

Brad Barnes
Bob Christopher
Dave Clark

STAFF

Rodney L. Anderson
Mary Lou Brooks

GUESTS

Peter Henderson
Debra Henderson
Tom Jacobson
Robert Peebles
Larry Jungk
Fivi Spatacean
Jonathan Spatacean

MINUTES – FINANCIAL REVIEW – STATUS OF FUNDS

Director Christopher made a motion and it was seconded to approve the September 11, 2012 minutes, budgets, trial balances and investments, as mailed. Motion carried unanimously.

ACCOUNTS PAYABLE

Secretary-Manager Anderson presented the accounts payable for review and approval. Accounts payable checks 11431 through 11477 (including EFT payment to Dept. of Revenue for Excise Taxes) totaled \$159,942.45 and were broken down as follows:

Irrigation O & M Investment	\$ 42,242.16
Irrigation Construction	\$ 11,077.89
Domestic O & M Investment	\$ 53,131.23
Domestic Construction	\$ 3,513.53
Sewer O & M Investment	\$ 49,977.64
Sewer Construction	\$ -0-

A motion was made by Director Clark and was seconded to approve the accounts payable as listed. Motion passed unanimously.

MANAGER'S REPORT

Irrigation: Still on track to shut down the system on Friday, October 19.

There was an overflow at pumping station LC, where the radios were not communicating. The cleanup took approximately two weeks, and we may be receiving an insurance claim from Duane Pearson, whose vineyard is immediately below the LC tank. At least 20 vines may have potential damage.

The panels purchased for the noise at LC have arrived and were put up on a temporary basis. After speaking with Nat Bender, it was a success and he could no longer hear the noise. The panels will be mounted permanently on a shroud which will be mounted on the motor itself. We believe there is at least a 90% reduction in noise with the panels in place.

Secretary-Manager Anderson stated that there were customers present contesting giving up their impervious land water rights, as well as two letters received. After input from customers present, as well as considerable discussion, the Board recommended the customers take the steps necessary to reclassify their land to irrigable and move the water to the land designated. However, if the customers do not reclassify their land within one year, the impervious land currently designated will be accepted by the Board and changed accordingly in the 2014 irrigation rolls.

Domestic: Liquid Engineering will be cleaning all three tanks at the Water Treatment Plant. This has not been done since the plant was built.

Sewer: Nothing to report at this time.

Administration: The parking lot at the office has been chip sealed and is looking good.

There will be two Board positions open on December 31, 2012 and we have advertised for applicants.

We recently received a card from the Manson Community Library, thanking us for use of our Board room, and accommodating their needs.

OLD BUSINESS

Secretary-Manager Anderson recently met with the developer for the Rocky Pointe Development project, Allen Anderson; Ryan Peterson from RH2 Engineering; Don Phelps, Engineer for Allen Anderson; and District president Rocky Libbey. The developer is looking for guidance in proceeding with a water system design. After some discussion, the Board tabled the matter until the next meeting when the full Board is present.

Secretary-Manager Anderson gave some estimates to the Board for the Water Treatment Plant (WTP) computer upgrade needed. The plant control computers have never been upgraded and they are currently at least 15 years old. He is asking to have the work allocated into three phases within a two-year period. Phase I will consist of Graphical User Interface (GUI) software and hardware upgrade, and Win911 standalone dial-out system, estimated at a cost of \$47,000. Phase II includes replacing the Programmable Logic Controller (PLC), and upgrading the Input Output Processor (IOP-1001), estimated at a cost of \$46,000. Phase III will be an all-plant IOP upgrade (9 total), estimated at a cost of \$76,000. After several questions were asked and answered, as well as some discussion, a motion was made by Director Clark and was seconded to budget for and accomplish Phase I of the Water Treatment Plant computer upgrade. Motion passed unanimously.

A draft copy of an 'Interim Northshore Interceptor Agreement' was provided to the Board for their review. After some discussion, the matter was tabled until the next Board meeting in November.

NEW BUSINESS

Mr. Tom Jacobson is present and is requesting the Board to make an exemption to our policy for an extenuating circumstance. Mr. Jacobson had two parcels of land, one of which he recently sold. He was under the assumption that his water rights were for both parcels of land and was irrigating both parcels under that assumption. The Bureau has indicated that they will do a reclassification for Mr. Jacobson of the second parcel of land. We can then reallocate the irrigation water, half to each parcel. Mr. Jacobson is also asking to get back the 0.14 acres he relinquished last year to add to the total amount allocated between the parcels. After some discussion a motion was made by Director Clark and was seconded to give back to Mr. Jacobson the 0.14 acres relinquished last year as impervious and divide the total amount of irrigation rights between the two parcels as presented. Motion passed unanimously.

After several discussions with the District's attorney, we would like to propose a lien release fee in the amount of \$150 to cover the District's costs in the event the filing of a lien is necessary to ensure payment of delinquent irrigation assessments. The Board requested for Secretary-Manager Anderson to write up a policy for the Board to review and approve at the next Board meeting.

Manson Parks Department is requesting to mount a security camera on our lift station roof adjacent of Singleton Park, as well as provide them with power for the camera. After some discussion, The Board agreed to supply the power for the camera, but would prefer the Manson Parks Department mount the security camera on their own pole.

The next Board of Directors meeting will be Tuesday, November 13, 2012, beginning at 8:00 a.m.

PUBLIC COMMENT

Robert Peebles thanked the Board for obtaining and providing the water samples for the GAP Report. He indicated that it was a huge help and all the warehouses appreciated the assistance. Secretary-Manager Anderson indicated that the test results are currently on our website and will be there every year hereafter as approved by the board.

Fivi Spatacean asked if the water samples were potable water. Secretary-Manager Anderson stated that it was not and that it was for the federal irrigation water system only.

Larry Jungk asked if there was any system in place to indicate who gets the water rights as they become available. Secretary-Manager Anderson stated that there is none at this time as we have not gotten that far yet. When the time comes, the Bureau will have the biggest say in the process, as well as council involved.

EXECUTIVE SESSION

At 7:55 a.m. Board Vice President Brad Barnes recessed the meeting until 8:15 a.m. as allowed under RCW 42.30.110 to discuss litigation issues. The regular meeting was reconvened at 8:15 a.m.

ADJOURNMENT

Being no further business to come before the Board, Board Vice President Brad Barnes adjourned the meeting at 8:15 a.m.

Signed: _____
Vice President

Attest: _____

Secretary-Manager

October, 2012