

REGULAR MEETING
BOARD OF DIRECTORS

February 10, 2015

The Board of Directors of Lake Chelan Reclamation District met for their regular Board meeting at the office of the District on February 10, 2015. The meeting was called to order at 8:00 a.m. by Board President Robert Christopher. Those in attendance were:

BOARD

Bob Christopher
Scott Sandum
Dave Clark
Paul Mogan

STAFF

Rodney L. Anderson
Mary Lou Brooks

GUESTS

MINUTES – FINANCIAL REVIEW – STATUS OF FUNDS

Director Sandum made a motion and it was seconded to approve the January 13, 2015 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 12976 through 13018 (including an EFT payment to Dept. of Revenue for Excise Taxes) totaled \$167,265.17 and were broken down as follows:

Irrigation O & M Investment	\$ 36,893.60
Irrigation Construction	\$ 20,832.67
Domestic O & M Investment	\$ 71,042.43
Domestic Construction	\$ -0-
Sewer O & M Investment	\$ 38,496.47
Sewer Construction	\$ -0-

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

RESOLUTION

Resolution 15-01 disperses overhead costs by allocating 35%, 45%, 20% respectfully to the irrigation, domestic and sewer companies, and transfers irrigation assessment income from irrigation to domestic for irrigation rights served through the domestic system. A motion was made by Director Mogan and seconded to approve Resolution 15-01 as proposed. Motion carried.

EQUIPMENT RENTAL RATES

Manager Anderson presented the Board with the 2015 Equipment Rental Rates sheet. A motion was made by Director Clark and seconded to accept the 2015 Equipment Rental Rates as proposed. Motion carried.

MANAGER'S REPORT

Irrigation: Start up for irrigation will be March 16th, with April 1st being the date of availability of water throughout the system. If water is needed previous to these dates, the domestic fill stations will be available.

Domestic: We experienced a complete power failure at the water treatment plant recently due to power line degradation from damage caused during the building of the plant. The power was turned off immediately and Schmidt Electric assisted in repairing the damage. The backup generator powered the water treatment plant during this time, and worked as it was designed to.

Sewer: Whitney Equipment is performed some maintenance at Lift Station #4.

Administrative: After reviewing prices for used forklifts, the price given in the budget will not be sufficient. Therefore, we may shuffle some budget around that was designated for shop upgrades to be able to get our priority upgrades done. The current forklift in use was built in 1952 and is definitely needing to be replaced.

Since Brock's resignation, we have received several applications for the position, and there is one in particular that we are interested in offering the position to. We will be getting in touch with him this week to see if he is still interested.

NEW BUSINESS

No new business at this time.

OLD BUSINESS

Manager Anderson asked the Board members present if they recommended sending a letter to Ryan Patterson of the USBR to pursue the 264 additional acres for irrigation rights under the terms the Bureau gave us. After considerable discussion, it was the consensus of the Board members for Manager Anderson to meet with an attorney to ascertain their perspective with our unique situation. The Board members would prefer not to have an amended contract, but want to go forward with the process as soon as possible, with an attorney's assist.

Board member Dave Clark asked about the exposed sewer line situation. Manager Anderson stated that we are waiting on the homeowner to return to continue discussions. The Title Company has indicated they may pay the homeowner an undisclosed amount, as compensation for not disclosing the line to him on his title report.

Manager Anderson indicated that he will be meeting with the District's attorney regarding the franchise agreement with the County. He will also be discussing the Lease Agreements with Verizon. They want an antenna at our water treatment facility, sharing space with AT&T who currently has an antenna there. They would also like to add a second antenna at our Summit location. The Leases are all approximately \$2,000 per month, with yearly rate increases of 4%.

PUBLIC COMMENT

There was no public comment at this meeting.

ADJOURNMENT

Being no further business to come before the Board, Board President Robert Christopher adjourned the meeting at 8:42 a.m.

Signed: _____
President

Attest: _____
Secretary-Manager

February, 2015