

REGULAR MEETING
BOARD OF DIRECTORS

August 10, 2021

The Board of Directors of Lake Chelan Reclamation District met for their regular Board meeting at the office of the District on August 10, 2021. The meeting was called to order at 8:05 a.m. by Board President David Clark. Those in attendance were:

BOARD

David Clark
Paul Mogan
Chad Steiner
Carl Peterson

STAFF

Rodney L. Anderson
Mary Lou Brooks

GUESTS

MINUTES – FINANCIAL REVIEW – STATUS OF FUNDS

A motion was made by Director Mogan and seconded by Director Steiner to approve the July 13, 2021 minutes, budgets, and investments, as mailed. Motion carried unanimously.

ACCOUNTS PAYABLE

Secretary-Manager Anderson presented the accounts payables for review and approval. Accounts payable checks 16895 through 16945 (including EFT payments) totaled \$461,838.39 and were broken down as follows:

Irrigation O & M Investment	\$125,691.31
Irrigation Construction	\$ 9,241.34
Bond Proceeds – MCC Upgrade Costs	\$ 81,122.70
Domestic O & M Investment	\$165,853.99
Domestic Construction	\$ 12,210.51
Sewer O & M Investment	\$ 67,718.54
Sewer Construction	\$ 0.00

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

MANAGER'S REPORT

Irrigation: Phase 1 of the MCC Upgrade project has been finished and the 1-year warranty period has begun.

A 1990s Irrigation Contract granting an additional water allotment to be pumped out of Wapato Lake for agricultural purposes is in default for non-payment of assessments, not using the water as intended and the lot being sub-divided and sold. The electrical breaker for the pump has been shut off and locked. At the end of this irrigation season, the Contract will be terminated. Our attorney will send a letter to the customer explaining our position. It was the consensus of the Board members to proceed with terminating this Contract.

Domestic: Nothing to report.

Sewer: The District was approved for a \$100,000 grant through the County for proposed upgrades to Lift Station No. 2.

Axtman Development – We are looking at requiring the developer to extend the sewer mainline to serve his development, as it will benefit the District for future development in the area. Manager Anderson is proposing we either cost share with the developer, or possibly have him pay the entire amount, then attach a late comers agreement to all lots that may benefit from this extension, allowing the developer to recoup a percentage of the cost in extending the mainline. After considerable discussion, the Board would like additional information provided to them before voting on any action for this project.

Administrative: The Centennial booklet is finished and ready for printing. There will be an initial 300 copies made available to the public.

The new shop is finished, except the concrete floor being poured, which should be completed within the next couple of weeks.

OLD BUSINESS

The appraisal for the Snyder property has been completed and we are moving forward with the purchase.

NEW BUSINESS

Jack Shaw would like to relinquish .04 acres of water, as it is not feasible for him to retain. After minimal discussion, a motion was made by Director Peterson and seconded by Director Steiner to approve the relinquishment of .04 acres by Jack Shaw. Motion carried unanimously.

Lift Station No. 2, at the corner of Madeline & SR 150, needs some upgrades. The electrical system is currently below ground and will be moved above ground, with a third pump being installed. The cost will be approximately \$750,000 and will be designed to go to bid this fall. After some discussion and clarifications, a motion was made by Director Mogan and seconded by Director Peterson to approve the engineering Contract for upgrades to Lift Station No. 2 as presented. Motion carried unanimously.

Manager Anderson presented the Board members with a Contract with RH2 Engineering for Phase II of the Sewer Comp Plan. The Engineer in charge of the project, Don Popoff, was waiting for the City of Chelan to finish their projects' costs list, as the District sends our sewage to their treatment facility and pays a portion of their sewer projects. After some discussion, a motion was made by Director Peterson and seconded by Director Mogan to accept the Contract with RH2 Engineering for Phase II of the Sewer Comp Plan as presented. Motion carried unanimously.

Manager Anderson brought to the attention of the Board that all bond proceeds need to be spent within 36 months of receiving. Therefore, Phases III and IV, irrigation pumping plants B, C, D and F electrical system upgrades, will need to be combined to expedite the process and spend the money within the time allowed. Pumping plants E, G and H will be remaining for future upgrades. They are the smallest plants and Manager Anderson believes we can pay for these upgrades without incurring any further debt. After significant discussion, a motion was made by Director

Mogan and seconded by Director Peterson to accept the engineering Contract to combine Phases III and IV, Irrigation pumping plants B, C, D and F electrical system upgrades, to be completed in the spring of 2023. Motion carried unanimously.

Manager Anderson presented to the Board members the Domestic Water System Comp Plan, Domestic Water Use Efficiency Program and Emergency Action Plan. After some discussion and clarification, a motion was made by Director Steiner and seconded by Director Mogan to accept the Domestic Water System Comp Plan, Domestic Water Use Efficiency Program and Emergency Action Plan all as presented. Motion carried unanimously.

The district has recently encountered a new ERU category for guest rooms, which was defined by the County as equivalent of a Bed and Breakfast. We will be adding this category to our ERU Chart Policy, defined as 1 ERU for the residence, with an additional ¼ ERU for each guest unit, comprising of one bedroom and one bathroom per unit. After considerable discussion, a motion was made by Director Peterson and seconded by Director Mogan to add the new Guest Inn ERU category to Lake Chelan Reclamation District Rules and Regulations as presented. Motion carried unanimously.

PUBLIC COMMENT

No public comment at this time.

ADJOURNMENT

Being no further business to come before the Board, Board President David Clark adjourned the meeting at 9:13 a.m.

Signed: _____

President

Attest: _____

Secretary-Manager

August 2021