

REGULAR MEETING  
BOARD OF DIRECTORS

April 12, 2022

The Board of Directors of Lake Chelan Reclamation District met for their regular Board meeting at the office of the District on April 12, 2022. The meeting was called to order at 8:05 a.m. by Board President Dave Clark. Those in attendance were:

BOARD

Dave Clark  
Todd Jeffries  
Chad Steiner - teleconference  
Carl Peterson  
Allan Torgesen

STAFF

Rodney L. Anderson  
Mary Lou Brooks

GUESTS

Clayton Anderson,  
RH2 Engineering  
Ryan Peterson,  
RH2 Engineering

MINUTES – FINANCIAL REVIEW – STATUS OF FUNDS

A motion was made by Director Jeffries and seconded by Director Peterson to approve the March 8, 2022 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 17302 through 17351 (including EFT payments) totaled \$490,534.03 and were broken down as follows:

Irrigation O & M Investment	\$149,099.50
Irrigation Construction	\$ 21,179.63
Bond Proceeds – MCC Upgrade Costs	\$103,484.63
Domestic O & M Investment	\$139,333.28
Domestic Construction	\$ 24,492.58
Sewer O & M Investment	\$ 43,464.42
Sewer Construction	\$ 9,479.99

A motion was made by Director Jeffries and seconded by Director Torgesen to approve the accounts payables as listed. Motion passed unanimously.

MANAGER’S REPORT

Irrigation: MCC Upgrades to Pumping Plant ‘A’ should be finished this week. The contractor is finishing up a punch list and re-keying the locks. The plant is running and fully functional.

Irrigation startup has gone very well, but we did encounter one small leak on a 2” steel pipe. All irrigation turnouts are on, but the ones who have not paid will be turned off next week.

The District has received a Thank You card from the Library thanking the Board for maintaining their rent at an affordable level and the staff for assistance with their summer programs.

A customer has asked to have his irrigation assessments changed due to an error made by the title company in combining two parcels into one. As a result, the customer received two irrigation assessments, as the County records still had the parcels separated. After considerable discussion, it was the consensus of the Board not to change our irrigation assessments, as we follow County records. They further suggested the customer apply for reimbursement with the title company if it was their error that caused the two parcel fees.

The Bureau estimated the power rate incorrectly last year so LCRD will have to pay approximately \$24,000 this year to catch up.

Domestic: Manager Anderson presented the Board with a Water Extension Agreement for discussion and approval from Mr. Axtman for his development. After review and discussion, a motion was made by Director Peterson and seconded by Director Torgesen to approve the Water Extension Agreement for Mr. Axtman's development as presented. Motion passed unanimously.

Sewer: Manager Anderson inquired with Director Torgesen if there was any further information regarding the Singleton Park owners who have septic issues. Director Torgesen will inquire further and will bring any new developments to the Board for discussion at a later meeting.

The foreclosure is moving forward and has been put before the Court. The next step is for the Court to serve the foreclosure papers to the landowner. An update will be presented at the next Board meeting.

Administrative: There is nothing new to report regarding the USBR Infrastructure Upgrade loans.

The Forest Service is inquiring about transferring Antilon Lake and the surrounding land to them for ownership and stewardship. The Forest Service would partner with the Manson Parks to manage the snow park, camp sites, as well as put in additional parking and trails for visitors to enjoy. They do not want the dam, but Board members would like the dam to be part of the transfer. After considerable discussion, it was the consensus of the Board for Manager Anderson to pursue discussions further.

Some interest has been raised about the possibility of paying off our USBR Contract early. The customers interested are currently paying full rate water costs and feel they would benefit from paying the contract in full early. The current payoff figure is \$744,800, with \$53,200 being paid yearly until the final payment in 2036. Our attorney, Bob Siderius, is aware of the issues surrounding an early payoff and is looking into the contract to discover any discounts or penalties that LCRD may incur. Manager Anderson will have more information available at a later Board meeting. This is just a very preliminary discussion.

#### NEW BUSINESS

Resolution 22-04 – Watersmart Grants: Manager Anderson has the authority to pursue Watersmart grants in the future without further resolutions for approval. After some discussion, a motion was made by Director Torgesen and seconded by Director Peterson to approve Resolution 22-04 – Watersmart Grants as presented to the Board. Motion passed unanimously.

OLD BUSINESS

Ryan Peterson and Clayton Anderson, both of RH2 Engineering, delivered a presentation to the Board members regarding the overall financial outlook for the irrigation system and in particular how significant future electrical charge increases will impact us. The presentation included inflation and services rates, irrigation system budget forecast, and infrastructure upgrades that will need to be addressed.

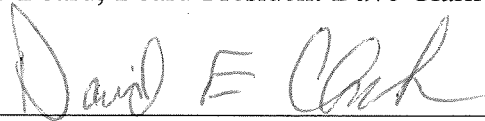
PUBLIC COMMENT

No public comment at this time.

ADJOURNMENT

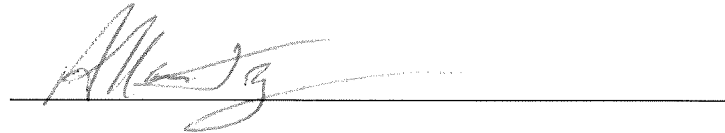
Being no further business to come before the Board, Board President Dave Clark adjourned the meeting at 9:50 a.m.

Signed:



President






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Attest:



Secretary-Manager

April 2022