

REGULAR MEETING  
BOARD OF DIRECTORS

May 10, 2022

The Board of Directors of Lake Chelan Reclamation District met for their regular Board meeting at the office of the District on May 10, 2022. The meeting was called to order at 8:10 a.m. by Board President Dave Clark. Those in attendance were:

BOARD

Dave Clark  
Carl Peterson  
Allan Torgesen

STAFF

Rodney L. Anderson  
Mary Lou Brooks

GUESTS

MINUTES – FINANCIAL REVIEW – STATUS OF FUNDS

A motion was made by Director Peterson and seconded by Director Torgesen to approve the April 12, 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 17352 through 17402 (including EFT payments) totaled \$919,489.62 and were broken down as follows:

Irrigation O & M Investment	\$210,015.48
Irrigation Construction	\$ 11,225.18
Bond Proceeds – MCC Upgrade Costs	\$206,984.46
Domestic O & M Investment	\$104,990.34
Domestic Construction	\$ 6,395.41
Sewer O & M Investment	\$325,680.91
Sewer Construction	\$ 54,197.84

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

MANAGER’S REPORT

Irrigation: Burke Electric has finished all the punch list items at Pumping Plant ‘A’ and have left the site. The remaining amount due is the retainage, as well as additional amounts for the unforeseen concrete removal. Burke Electric has also submitted additional invoices, which we will be discussing with them at length. Manager Anderson will meet with Clayton and Ryan of RH2 Engineering before meeting with Burke Electric regarding the additional charges.

Domestic: Nothing to report.

Sewer: Nothing to report.

Administrative: The Bureau of Reclamation conducted their 5 year inspection and had no recommendations. The improvements made from the past recommendations were approved.

The Veridian project has approximately 40 lots, with Selland Construction doing the preliminary site work. After an inspection of the domestic water and sewer lines, an issue with the sewer plan and connections was discovered. Since the owner has fired the engineer, Manager Anderson has unsuccessfully tried to contact the owner to discuss the situation. He will continue trying to contact the owner and hopes to have more information at the next Board meeting for discussion.

Delinquent customer: The foreclosure procedure has been postponed, as the customer made a payment and signed a contract for repayment. The customer made an initial payment of \$300 and would like to pay \$175 per month. This amount would take approximately 10 years to pay the amount in its entirety. The Board members feel a contract in an amount to have the account paid in full by December 2023 would be more reasonable. Manager Anderson will calculate the amount and propose a new Contract to the customer. After considerable discussion, a motion was made by Director Peterson and seconded by Director Torgesen to accept payments in the amount that will have the delinquent amount paid in full by December 2023. Motion passed unanimously.

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 Department to manage the snow park, camp sites, as well as adding more parking and trails for visitors to enjoy. They do not want the dam, but the Board members would like the dam to be included in the transfer. After considerable discussion, it was the consensus of the Board for Manager Anderson to pursue discussions further and report any progress at the next Board meeting.

Manager Anderson gave the Board members a Bond Market Interest Rate graph that showed we received our bond at exactly the perfect time for the lowest rates.

Manager Anderson explained the tax-exempt status for the irrigation component of LCRD. He is still working out some issues with the attorney, as well as where to go from here.

#### OLD BUSINESS

Nothing to report.

#### NEW BUSINESS

Swayne Permanent Release of Water Allotment: Mr. William Swayne would like to relinquish 0.08 acres of domestic irrigation water. A motion was made by Director Torgesen and seconded by Director Peterson to approve the Swayne Permanent Release of Water Allotment of 0.08 acres as presented. Motion passed unanimously.

Searles Easement for Power: The PUD would like to use our ditch line to install a power pedestal and remove overhead power lines. The ditch line is not currently being used, as the water lines have been abandoned. A motion was made by Director Torgesen and seconded by Director Peterson to approve the Searles Easement as presented. Motion passed unanimously.

Sundance Slope development: Troy Hawkins is developing 8 lots, with the possibility of developing more in the future. He would like to put a booster pump at the bottom of the Winesap

Road for the current lots, then move it up the hill if the additional lots are developed later. Manager Anderson would like to have him take the mainline up a minimum of 760' to property he already owns and put a booster pump closer to the development, instead of doing it in stages and possibly moving it later. He is asking for guidance going forward with the negotiations with Mr. Hawkins. After considerable discussion, it is the consensus of the Board to have the developer extend the line a minimum of 760' up the hill, add the booster pump, then have the private line thereafter. This would be a one-time extension, without moving it later.

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 9:27 a.m.

Signed: David E Clark

President

Alan J...

Carl...

John...

Charles...

Attest: [Signature]

Secretary-Manager

May 2022