

MINUTES OF A SPECIAL MEETING OF
THE BOARD OF COMMISSIONERS OF
RONALD WASTEWATER DISTRICT
DECEMBER 5, 2011

A Special meeting of the Board of Commissioners of Ronald Wastewater District was convened at the District office at 12:00 noon on Monday, December 5, 2011 by Board President Wadekamper. In attendance were Commissioners Brian Carroll, Arnold Lind and Arthur Wadekamper, Michael Derrick, District General Manager, George Dicks, District Maintenance Manager, Jen Chen, Accounting Manager and Joseph Bennett, District counsel. Also attending were Robert Ransom, Sydell Polin, ~~Scott~~ ^{JOHN} Norris of the City of Shoreline and Olga Darlington of Moss-Adams, LLP. *John X BTC*
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Additions/Adjustments to Agenda?

None.

1. Presentation by Moss-Adams. Olga Darlington of Moss-Adams, LLP presented a proposal for financial statement review services. She identified the proposed service team, emphasized her firm's experience with the utility industry, discussed the firm's resources and local presence, and why she believes that Moss-Adams is the right choice for the District. She also explained the difference between financial statement review and audits and the higher expenses for the latter. She offered to do a full audit for a slightly higher price than a financial statement review, and stated that if Moss-Adams audits the District that will reduce the costs that the District pays for its bi-annual State audit. Ms. Polin stated that in her experience the District has never been audited by a private firm. After asking several questions, the Commissioners thanked Ms. Darlington for her presentation.

Commissioner Carroll stated that the District has consistently gone out for bid for professional services including legal, engineering, architect and billing services. With the current RFP for accounting services, all major professional service contracts will be the result of competitive bidding based on price and based on qualifications for engineering and architectural services. He stated that there is some disinformation being spread to the contrary.

The Commissioners discussed the advisability of contracting for an audit, but tabled further discussion.

2. EXECUTIVE SESSION. Upon motion by Commissioner Carroll, and second by Commissioner Lind, the Board voted 3-0 to go into Executive Session

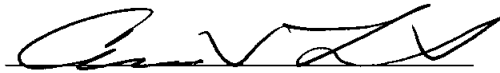
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for 25 minutes to discuss (a) potential litigation pursuant to RCW 42.30.119(1)(i); and (b) performance evaluation pursuant to RCW 42.30.110(1)(g). At 12:38 p.m. the Board went into Executive Session. At 1:03 pm the Board voted to extend for 20 minutes. At 1:22 p.m., the Board came out of Executive Session and went back into open session.

CONCLUSION

There being no further business, President Wadekamper concluded the meeting at 1:23 pm.

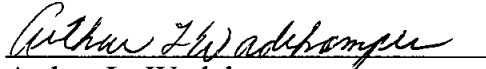
APPROVED in open meeting: This 20 day of DEC, 2011.



Arnold H. Lind,
Secretary/Commissioner



Brian T. Carroll,
Vice President/Commissioner



Arthur L. Wadekamper,
President/Commissioner