

MINUTES OF A REGULAR MEETING OF
THE BOARD OF COMMISSIONERS OF
RONALD WASTEWATER DISTRICT
JANUARY 4, 2011

A regular meeting of the Board of Commissioners of Ronald Wastewater District was convened at the District office at 12:00 noon, on Tuesday, January 4, 2011 by Board President Carroll. In attendance were Commissioners Brian Carroll, Arnold Lind and Arthur Wadekamper, Michael Derrick, the District General Manager, George Dicks, the District's Maintenance Manager, Jen Chen, the District's Accounting Manager, Joseph Bennett, District counsel, and Scott Christensen, District Engineer. No members of the public were present.

Commissioner Carroll started the meeting by calling for nominations and election of officers.

1. Election of Officers. Commissioner Lind nominated the following slate: Arthur Wadekamper as President, Brian Carroll as Vice President, and Arnold Lind as Secretary. Commissioner Wadekamper seconded the nominations and the Board voted 3-0 to approve the slate of officers. The Board then adopted and signed Resolution 11-01, Electing Board Officers.

2. **Election of Representatives and Alternates for MWPAAC. Resolution 11-02, Approving Arnold Lind as District Representative to MWPAAC, and Arthur Wadekamper and Brian Carroll as First and Second Alternates, Respectively.** Upon motion by Commissioner Wadekamper, and second by Commissioner Lind, the Board voted 3-0 to approve Resolution 11-02. The Board then signed the Resolution.

ADMINISTRATIVE

Additions/Adjustments to Agenda?

None.

Handouts

- A. 2010 Hidden Payroll Recap.
- B. RWD/COSH Payroll Expenses Comparisons. Mr. Derrick explained the comparison and the Commissioners asked several questions.

Minutes of the Board Meeting of December 21, 2010, Final. The Board reviewed minutes provided by Mr. Derrick for the meeting of December 21, 2010. Upon motion by Commissioner Carroll, and second by Commissioner Lind, the Board

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unanimously approved the minutes of the December 21, 2010 regular meeting. The Commissioners then signed the minutes.

3. Engineers Report. Mr. Christensen presented his report for October 1, 2010. Highlights included:

a. Lift Station# 14 & 15. 11th month inspection is due before 4/29/11. Project is complete. SPU has offered a settlement on the electrical claim from RWD.

b. Echo Lake Trunk. Contractor is working on open cut line between KC Housing and Condominium. Line in Echo Lake Park is complete.

c. Echo Cove Bypass. 11th month inspection due before 12/1/11. Project is complete.

d. Salt Water Park Lift Station# 16. Design will be complete this month and project will go out for bid.

e. Briarcrest 1 O&M CIP. Budget Sewer will start construction this month.

f. Briarcrest 2 O&M CIP. Contractor (Landis & Landis) is proceeding with construction.

g. Fircrest Campus. DNR easement is complete. DSHS will be granting the easement to the District. Work on transfer is nearing completion.

h. North City 1 O&M CIP. Project design is in process. Location: NE 172 & 15th Ave & 18th Ave NE, NE 170th 18th Ave & 22nd Ave NE.

i. North City 2 O&M CIP. Project design is in process. Location: NE 171st & 15th Ave & 18th Ave NE, NE 170th 15th Ave & 18th Ave NE.

j. Carlyle Hall Road. Project is in predesign.

Mr. Derrick reported that the District's comprehensive plan has been approved by King County. He also explained that a City of Shoreline consultant wanted a copy of a District photograph of the washout at 6th Ave NW and NW 175th St. for the City's interpretive center at Boeing Creek Park. After discussion with the Commissioners, Mr. Derrick stated that he will talk with the City consultant and ask to review the proposed content of the text that will accompany the photograph prior to authorizing use of the photograph.

Mr. Christensen presented a memorandum regarding CHS Engineers' billing rates for 2011, which included some small increases for certain employees and no increase for most employees. The Commissioners had no objection to the 2011 billing rates of CHS Engineers.

4. Vouchers. Mr. Derrick presented and the Board discussed the Vouchers in the aggregate amount of \$412,763.50 broken down as follows: (a) AP Vouchers #0110001 through #0110040 in the amount of \$360,562.94; (b) AP Longevity Voucher #0011001 through #0011011 in the amount of \$10,857.12; (c) ACH

Payroll of \$27,958.17; and (d) Payroll taxes of \$13,385.27. Upon a motion by Commissioner Carroll, and second by Commissioner Lind, the Board approved all of the Vouchers presented by a vote of 3-0.

5. Acceptance of DSHS Easement at Fircrest. Mr. Derrick presented the final form of easement. Upon motion by Commissioner Carroll, and second by Commissioner Lind, the Board voted 3-0 to accept the easement and authorized Commissioner Wadekamper to sign the easement on behalf of the District.

LEGAL REPORT

Mr. Bennett reported the final collections numbers for 2010. Gross collections were \$177,135.72. The net to the District after fees and expenses was \$141,079.58.

Mr. Bennett proposed an update to the Agreement for Legal Services between the District and Hendricks-Bennett, PLLC for 2011. Mr. Bennett explained that the billable rate will be \$215.00 per hour for attorneys and \$90.00 per hour for legal assistants. He further stated that Hendricks-Bennett will honor these rates for 2011 and 2012. The Commissioners had no objection. Mr. Bennett will prepare a revised Agreement for Legal Services and present it to the Board for approval at the next meeting.

PERSONNEL

No report.

MAINTENANCE REPORT

Mr. Dicks submitted his written January 3 Maintenance report. December highlights include: six sewer permits issued; six side sewer installations/repairs were completed and inspected; and three certificates of sewer availability were issued. Building inspections, utility locates, TV inspection and pump station maintenance and inspection comprised the majority of the District's maintenance work in December. Crews installed three clean outs and rodded ten side sewers to clear root blockages. Crews prepared the downstairs storage room for fireproof storage remodel.

COMMISSIONERS' COMMENTS AND REPORTS

Commissioner Lind reported on his recent meetings regarding legislative changes. Commissioner Wadekamper stated that the Governmental Relations Committee of WASWD will meet later this month. Commissioner Carroll encouraged the District explore hiring its own lobbyist to represent its interests to the Legislature.

PUBLIC COMMENTS

None.

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TOPICS FOR FUTURE DISCUSSION

None.

RECESS

President Wadekamper adjourned the meeting at 1:25 p.m. to reconvene at 6:00 p.m.

RECONVENE

At 6:00 p.m. President Wadekamper reconvened the meeting.

Upon motion by Commissioner Carroll, and second by Commissioner Lind, the Board voted 3-0 to authorize the General Manager to hire counsel to draft proposed legislation regarding assumption and dissolution of special districts in the event WASWD does not do so to the District's satisfaction.

Commissioner Carroll asked for clarification of Commissioner compensation on holidays. Mr. Derrick replied that Commissioners are paid for meetings attended without regards to the day that they fall on. Commissioner Carroll stated that WASWD should not schedule meetings on observed holidays and he does not believe that the District should compensate Commissioners for meetings attended on observed holidays. He stated that he will vote not to ratify vouchers that include Commissioner pay for attending meetings, meals, or travel on holidays in view of the fact that WASWD Section IV meetings could be scheduled for another day. Commissioner Wadekamper stated that in the past WASWD members for Section IV voted to schedule meetings on observed holidays for member convenience.

Commissioner Carroll moved that the District not pay for attendance of Commissioners at meetings scheduled on observed holidays. There was no second. The motion did not pass for lack of second.

Commissioner Carroll moved that if the General Manager attends a WASWD meeting on an observed holiday, that the District would provide the General Manager with a floating holiday. Mr. Derrick stated that he tries to attend WASWD meetings quarterly and tries not to attend on holidays. There was no second. The motion did not pass for lack of second.

Commissioner Lind stated that the statutes distinguish between employees and elected officials with respect to compensation for meetings.

EXECUTIVE SESSION

Upon motion by Commissioner Lind and second by Commissioner Carroll, the Board voted 3-0 to go into Executive Session for 60 minutes to discuss potential litigation pursuant to RCW 42.30.110(1)(i). At 6:35 p.m., the Board went into

Executive Session. At 7:35 p.m., the Board came out of Executive Session and went back into open session.

The Board requested Mr. Derrick to draft some talking points for discussions between individual Commissioners and individual members of the City Council. Commissioner Carroll recommended the Board consider identifying one of its Commissioners to lead the communications with the City Council so that the message is consistently explained and on theme with the talking points.

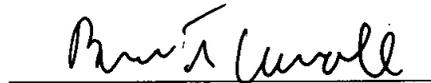
CONCLUSION

There being no further business, President Wadekamper concluded the meeting at 7:40 p.m.

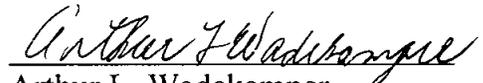
APPROVED in open meeting this 4 day of January, 2011.



Arnold H. Lind,
Secretary/Commissioner



Brian T. Carroll,
Vice President/Commissioner



Arthur L. Wadekamper,
President/Commissioner