

LAKEHAVEN UTILITY DISTRICT  
King County, Washington

REGULAR BUSINESS MEETING  
January 24, 2008

A regular meeting of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, was held on January 24, 2008 at Lakehaven Center, 31531 First Avenue South, Federal Way, Washington 98003.

Vice President Gibson called the meeting to order at 6:00 p.m. and asked Commissioner Miller to lead the flag salute. Members/officials present were as follows:

Charles Gibson	Vice President of the Board
Edward Stewart	Secretary of the Board
Beverly Tweddle	Commissioner
Donald Miller	Commissioner
Don Perry	General Manager
John Bowman	Engineering/Water Manager
Steve Pritchett	General Counsel

Upon motion of Commissioner Miller, which was duly seconded by Commissioner Tweddle, the Board unanimously **excused** Commissioner Nowicki from the meeting.

It was noted that Morgan Dennis was not present.

APPROVAL OF MINUTES

Upon motion of Commissioner Tweddle, which was duly seconded by Commissioner Stewart, the Board unanimously **adopted** the minutes of the meetings of January 10, 2008, and January 14, 2008, as presented.

APPROVAL OF AGENDA

Commission Gibson requested to add an Executive session to discuss personnel matters.

Upon motion of Commissioner Tweddle, which was duly seconded by Commissioner Stewart, the Board unanimously **approved** the evening's agenda with the addition of an Executive Session to discuss personnel matters.

CITIZEN COMMENTS

District customers, Jim Perry and Bud Tinnerman, introduced themselves to the Board and reported that they came to the meeting to discuss the sewer main installed in their neighborhood in the Northlake area on 38<sup>th</sup> Avenue South. Jim Perry commented on various estimates he received from the District to connect to the system at their house. He reported that

from July 2007 to January 2008 the Capital Facilities Charge (CFC) increased and that the stub installation fee estimate from Kevin Wiseman had doubled. The total difference in estimates is \$3,300.00 (\$2,600 in July to \$5,900 in January). Jim Perry created a spread sheet of his own calculations of cost and reviewed them with the Board and staff.

Mr. Bowman commented on the work needed for job inspections, and how the cost is lumped in and becomes the total project cost, which is then divided among the lots. Discussion was held on the various methodologies that can be used to calculate total project costs per lot. Bud Tinnerman commented on the original figure being based on 300 some lots. He reported that he received a bill from Kevin Wiseman today for \$10,000.00. He stated his original estimate for the total connection started out at \$12,000 to \$15,000 initially, and he now has a total bill for \$27,225.00.

Commissioner Gibson commented on differences in estimates and informed the citizens that staff can provide them with an accounting of what the District's cost is and how the District came up with their cost. Commission Gibson commented that District staff could sit down and go over figures with interested property owners. Commissioner Tweddle expressed her desire to be present and meet with property owners on this matter as well. Mr. Bowman collected contact information from Jim Perry and Bud Tinnerman so he could set up a meeting with these property owners.

Discussion was further held on interest for unpaid balances. Commissioner Gibson expressed that the Board's roll is to answer any questions from the citizens and address them. He stated that the Board welcomed their questions.

The citizens stated they would like to schedule a meeting with staff. Staff will contact them and set up a meeting time. John Bowman reported he would let Commissioner Tweddle know when the meeting is set in the event she can attend.

Citizen Paul Burton of Marine Hills addressed the Board and gave them an update on the final billing and deferral of the developer extension project account balance. Mr. Burton reported that this matter is close to being satisfied, but he had a question on the interest accruing on the portion to Lakehaven. He stated he is not asking for the interest on his \$140,000.00. He is asking that interest doesn't accrue on the portion to Lakehaven. Mr. Pritchett commented that the District wouldn't typically pay interest to a developer. Mr. Pritchett stated he will take a look at this and put it on the next board meeting agenda for discussion.

#### COORESPONENCE

Commissioner Gibson received an email exchange between Raman Lewich (sp?) and Jim Fleming about having a blood drive at Lakehaven. He asked if this was something that could be arranged and whether employees would have to do this on their own time (break or lunch). Mr. Pritchett commented that this would need to be done on the employee's own time, and that the

