

LAKEHAVEN UTILITY DISTRICT  
King County, Washington

SPECIAL BUSINESS MEETING  
March 29, 2011

A special meeting of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, was held on March 29, 2011 at Lakehaven Center, 31531 First Avenue South, Federal Way, Washington 98003.

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

Ronald Nowicki	President
Leonard Englund	Vice President of the Board
Charles Gibson	Secretary
Timothy McClain	Commissioner
Donald Miller	Commissioner
Don Perry	General Manager
John Bowman	Engineering/Water Manager
Steve Pritchett	General Counsel
Morgan Dennis	Director of Finance/Information System

APPROVAL OF AGENDA

Upon motion of Commissioner Miller, which was duly seconded by Commissioner Englund, the Board unanimously **approved** the agenda as presented.

INFORMATION ITEMS

**#1, Capacity Rent Study Session:** Morgan Dennis gave a presentation summarizing review of property records for credit allocations thus far for the Capacity Rental Program. The Board and staff discussed different options and timing for re-implementation of the program. Mr. Dennis recommended including all property in the Capacity Rental Program. He proposed allowing a grace credit of 1 ERU for each property such that a property owner would not pay rent until the use exceeded the credit plus one additional ERU. Additionally, he recommended factoring in a buffer of an additional 20% of use of the water and sewer system on the amount of credit allocated to the property. As an example, a property with a credit of 50 ERU's would not begin to pay capacity rent until the use exceeded 61.0 ERU's (20% buffer plus grace credit of 1.0). The Board agreed with this option. Discussion was also held on notifying customers in the May/June Newsletter of the re-implementation of the program, which will occur with the billings that go out in January 2012. Discussion was held on crediting options to those customers who paid Capacity Rent in 2010. The Board asked to have this matter and an earlycomer charge for the City core added to the Board agendas in April.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at approximately 4:15 p.m.



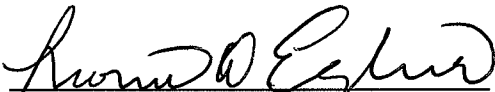
President Nowicki

Yea

Nay

Abstain

ATTEST:



Vice President England

Yea

Nay

Abstain

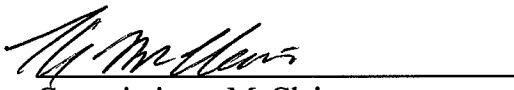


Secretary Gibson

Yea

Nay

Abstain

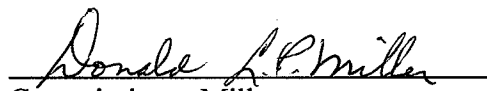


Commissioner McClain

Yea

Nay

Abstain



Commissioner Miller

Yea

Nay

Abstain