

**ALWA Board of Directors
Meeting Minutes
September 28, 2010**

1. Call to Order

Board President Perry Cole called the meeting to order at 7:00 pm. Present were Board members Merlyn Blue, Michael Bicak, Mike Hickey, David Hoffmann, Mark Freeman and Matthew Rodger. Also present were Warren Perkins, Engineer with Gray & Osborne; Bob Pancoast, Hydrogeologist with Compass Geographics; Dick Jonson, Counsel; Scott Hemingway, General Manager; and Susan Stevens, Office Administrator.

2. Changes or Additions to Agenda

None.

3. Business from Floor

Michael Bicak encouraged the Association to avoid doing business with Tesoro and Valero, as they are taking actions to delay environmental impact requirements.

4. Minutes

Motion 09-28-10-01 – Matthew Rodger moved and David Hoffmann seconded a motion to approve the minutes of the August 24, 2010 Board meeting as written. Motion carried unanimously. Mark signed the minutes.

Motion 09-28-10-02 – Matthew Rodger moved and David Hoffmann seconded a motion to approve the minutes of the September 14, 2010 organizational meeting as written. Motion carried unanimously. Mark signed the minutes.

5. Action Item Status Reports

Scott Hemingway reported on the status of the Action Items.

2010-08-01: Office lease has been signed.

2010-05-02: Scott has compiled a list of vendors who will pull payments.

2010-08-02: Systems Interface is procuring components to improve solar power during winter months.

6. Financial Reports and Membership Count

a. Check List – postponed

b. Membership List –

Motion 09-28-10-3 – Mark Freeman moved and David Hoffmann seconded a motion to approve the Membership List. Motion carried unanimously.

c. Aging Accounts – Scott reported that delinquent accounts activity seems to be fairly stable. There are several accounts that are recurring delinquents.

d. Water Loss Billing Adjustments – Scott reported on the loss adjustments made in August 2010, one of which was approximately \$20,000 due to an irrigation system failure but which still resulted in a water bill exceeding \$1,000..

7. Old Business

a. Annual Meeting Review – There was discussion about the venue and the possibility of holding next year's meeting at a closer and possibly smaller location. Consensus was to revisit this question as we approach actual planning stage for the meeting.

- b. **Wholesale Water** – Sammamish Plateau is expecting the consultant's recommendations for the wholesale water rate very soon. Sammamish Plateau will then submit a proposal to ALWA.

8. New Business

- a. **Date for November Board Meeting** - by consensus, the date for the November Board meeting will move to Tuesday, November 30th.

6.a. Check List –

Motion 09-28-10-4 - Merlyn Blue moved and Matthew Rodger seconded a motion to approve the check list. Motion carried unanimously.

- b. **494 Pressure Zone** – Scott gave a presentation on the issues surrounding proposed changes in the 494 pressure zone and the possible impact on households in the affected area. DOH water system pressure guidelines applicable to new water systems were reviewed. The Board expressed a consensus to keep the changes to a minimum for continuity, cost, safety and efficiency reasons

9. Management Report

Scott reported revenue from water sales is lower than expected; Systems Interface is working the power issue at Vista; Marshall Well is down for the winter season.

10. Consultant Reports

Warren Perkins – said that the water system plan has been approved by the Dept of Health and is now waiting for approval by King County.

Bob Pancoast reported that the Dept of Ecology is trying to get legislation passed to allow them to charge water management fees. Bob's concern is that this opens up the door for additional fees and charges applicable to holders of water right certificates. Also, there may be some movement to take back water rights if the purveyor is not using them.

Dick Jonson – nothing to report

11. Member Calls and Letters

None.

12. Business from the Board

None.

13. Action Item Review

None.

14. Next meeting – October 26th at 7:00 pm

Motion 09-28-10-5 - Merlyn Blue moved and Matthew Rodger seconded a motion to go into executive session for the purpose of discussing personnel matters and the role of the Personnel Committee. Motion carried unanimously. All staff and consultants left the meeting. The Board went into executive session at 8:25 pm.

Motion 09-28-10-6 – Michael Bicak moved and David Hoffman seconded a motion to return to open session. Motion carried unanimously. Open session resumed at 8:40 pm and no action was taken.

15. Meeting Adjourned – 8:40 pm.

Minutes taken by Susan Stevens

Minutes Approved 10/26/2010 Board Meeting