

ALWA
Meeting of the Board of Directors
May 8, 2007

Present were directors Stuart Cohen, Jeff Cook, Matthew Rodger, Merlyn Blue, Perry Cole and Glenn Wallace. Present as guests were members Constance Ulrich, John Gaffney and Chris Lobet. Also present were consultants Bob Pancoast, John Hastig and attorney Richard Jonson.

Call to order at 7:30 pm. Introductions of board members and consultants followed.

ALWA member – Constance Ulrich (member #600)

Re: leak relief; ongoing issue

Ms. Ulrich requested forgiveness of past due amounts for an irrigation leak that occurred in 2001. Lengthy discussion and questioning followed. Mr. Cohen stated the Board would need to meet in executive session before making a decision. Ms. Ulrich declined to stay and left the meeting at 8:00 pm

ALWA member- Chris Lobet (member #984)

Re: leak relief;

Mr. Lobet requested forgiveness of past due amounts resulting from an irrigation leak that occurred in 2004. He contended that Renny Lillejord told him the leak would be covered by the leak policy because of a lightning strike. He proposed to negotiate the amount past due and offered to split the current amount due, fifty-fifty. Lengthy discussion and questions followed. Mr. Cohen stated the Board would need to meet in executive session before making a decision. Mr. Lobet declined to stay and left the meeting at 8:30 pm.

ALWA member – John Gaffney (member #277)

Mr. Gaffney requested that commercial rates be extended, or, a transitional period be enacted for the implementation of a commercial rate. He based his request on financial hardship for his nursery operation. Lengthy discussion and questions followed. Mr. Jonson stated that if a commercial rate is re-implemented, Mr. Gaffney should have separate meters for his residence and nursery business.

MOTION 05-08-07-01 by Perry seconded by Michael:

Adopt a commercial rate based on an increase of 65% of the previous commercial rate, using the existing tiers, floored at \$.32 / 100 gallons. Motion carried 6 to 1, Merlyn dissenting.

MOTION 05-08-07-02 to enter into executive session at 9:30 pm by Matthew, seconded by Merlyn for the purpose of consulting with counsel regarding delinquent accounts.

MOTION to leave executive session at approx. 10:00 pm by Perry, seconded by Matthew.

Mr. Jonson was directed to make replies to Mr. Funcannon and Mr. Lobet with no compromise of the water consumption amounts but with 6 month payment programs at 5% interest. Mr. Hemingway was directed to write a letter to Ms. Ulrich advising of no relief for the water consumption amount but offering a lien option base on financial hardship.

MOTION 05-08-07-03 by Merlyn seconded by Matthew:
Award the contract for the NE 16th St and 290th Ave SE Water System Improvements to Fury Construction, LLC of North Bend, WA, in the amount of \$124, 841.00 plus tax for a total of \$135,327.64.
Carried unanimously

MOTION 05-08-07-04 by Perry, seconded by Merlyn:
Approve the monthly check list.
Carried unanimously

Agree to convene next board meeting on Wednesday, 5/16/2007 at 7:30PM at the Association office.

Motion by Glenn, seconded by Perry:
Adjournment at 10:20 pm.