

Coolin Sewer District  
November 29, 2005  
Budget Hearing/Special Meeting

Directors of the Coolin Sewer District met on Tuesday, November 29, 2005. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner, Dan Mack; maintenance, Chris Morris and secretary, Mary Meek. Also present from ACI, Roberta Bagley and Jack Caswell. Inland NW Consultants, Joe Hassel, Doug Cash & Patricia Newman. Chris Warren called the budget hearing to order at 8 AM.

OLD BUSINESS

Inland NW Consultant Amendment to the Engineering Agreement was discussed by the board. A motion was made by Stuart Wagner to approve EA#8. The motion was seconded by Carl and carried.

ACI pay request #15 and IDEQ #71 was discussed by the board. A motion was made by Gene to approve IDEQ#71 for \$41k. The motion was seconded by Carl and carried. A motion was made by Dan to approve ACI #15 for \$54,387.75. The motion was seconded by Gene and carried.

It was brought to the attention of INWC that numerous times the board requested the commercial policy and still have not come up with it. Patricia will ask Greg where that policy is and get a copy of it to the board.

INWC engineer Joe Hassel presented the board a check for \$12,765.00 for the blowers and motors. INWC and ACI then left the meeting.

The board went on to discuss the truck. It cannot be mounted with a tank because of the transfer case is in the way. It was suggested by Dan to trade it in for a bigger truck and pay the difference and install the tank. Chris Warren will contact Blackie at Alpine Motors and discuss the situation.

No further business was brought before the board and the board concurs with the FY 05-06 Budget. A motion was made by Dan to adjourn at 10:10 AM. Motion seconded by Carl and carried.

Respectfully submitted



Coolin Sewer District  
Special Meeting  
November 15, 2005

Directors of the Coolin Sewer District met on Tuesday, November 15, 2005 at 8 AM. Those present were: Chris Warren, Carl Garrett, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Merle Langley and Paul Storro. Chris Warren called the meeting to order at 8 AM.

Chris Warren stated that ACI had cancelled the meeting yesterday because they were gone over the weekend and did not get their final pay request completed.

Merle Langley came and presented the first blue prints from Inland NW Consultants. Since they were drawn, they have been revised. Chris Warren stated that on two sides of the property line there are two valves stubbed out. Valve and check valve stubbed out for each lot. The engineer stated that we that there are many problems with that design and suggested to put a "T" on with two more valves on one for each lot. The problem is we now have one check valve and a valve installed and put a "T" on for each lot, when one lot kicks on and doesn't go to the main goes back to the pump tank. Chris Warren stated why it was not done by the blue prints. Merle asked if the new homeowner could install the valves at a cost of about \$90 to their parts bill. A motion was made by Gene to allow one valve and hookup to the main for every two lots. The motion was seconded by Dan and carried. Merle and Paul then left the meeting.

Chris stated that Doug did the surveying on Maiden Lane and there are 17 lots. The 8" main needs a 3" line to Slee west to tie at Scranton. We will install grinder pumps because of the steepness. It will cost approximately \$20K. The north end of Maiden will be grinder pumps. The district will not do anything on north end and will install grinder pumps when needed.

Mr. Corigliano wants his pump tank moved last spring because it was in the way of where he parked his boat trailer. His alarm keeps going off and fuses keep bloweing in the boathouse. Upon inspection by Chris Morris, he found there was no clean power. RC Worst could not get room in the house control panel. The board will have the secretary send a certified letter to Mr. Corigliano that he needs to hire an electrician and afford the Coolin Sewer District clean power.

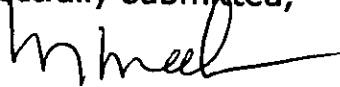
Coolin Sewer District  
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It was discussed by the board that we need to extend Arnold Drive south to Waterbird Road. We can then hookup Mr. Schoeder.

The new pumper truck was discussed by the Board. Chris Warren stated that it is not the right truck due to its specifications. Chris had it sent over to Brown's to have an evaluation done to see if we can fix it. We will table this and discuss it at the next meeting. Chris Warren in the meantime will be going to Sandpoint to meet with Brown's.

No further business was brought before the Board and a motion was made by Dan to adjourn at 9:50 AM. The motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
November 1, 2005  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, November 1, 2005. Those present were: Chris Warren; Carl Garrett; Stuart Wagner; Dan Mack; Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present at the meeting were: Inland NW Consultants, Joe Hassel, Joel Petty, Patricia Newman, Bryant Morris, Greg Snow, Doug Cash; IDEQ, John Tindall; ACI, Roberta Bagley, Jim Bagley and Jack Caswell; patron, Carolyn & Bill McFarland from Blue Diamond Marina. Chris Warren called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting, pay the bills and the Treasurer's Report. The motion was seconded by Stuart and carried.

OLD BUSINESS

Carolyn came to the meeting to discuss that the carbon filters are posing an odor problem and they are big and out of place at her resort. She asked the board if they could cover it. The board stated that it could not be covered but if she wished to paint or camflouge the filters which was fine by the board. She also was concerned that now that she was going to be charged an extra \$60/quarter for the pump out, was this also an extra LID. If so, she was seeking grant money from the Waterways Commission. The board stated that yes she would likely be charged, but could not give a definitive answer of yes or no. They told her the LID would be a 20 years plant at 4% interest with an annual payment.

Langley Subdivision

The board discussed a letter from IDEQ Allen Miller suggesting the Coolin Sewer District hire inspector, Hershell Endicott. The board stated that the district will not hire Mr. Endicott. We will hire an inspector only when the new line is connected to the subdivision.

Medical Insurance

The board tabled the discussion on providing medical insurance to board and maintenance personnel until we contact Rhonda from Blue Cross. It was suggested by the Chairman that because we are a

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public entity, could we possible be able to piggy back on the county's medical. The secretary will contact Rhonda with the questions and bring back to the board at a later date.

#### Building Location Permits/hookup

A motion was made by Gene to approve Cynthia Rubin BLP and a hookup fee from Clint Rogel. The motion was seconded by Stuart and carried.

#### Budget Hearing

The board will set up a budget hearing for Tuesday, November 29, 2005.

#### ENGINEER'S REPORT

Closeout for Phase II: Record drawings need to be completed. RC Worst needs to finish their punch list (which is also complete except for photos of a few lots), then submit a final change order. Closeout for the LID: The tank on the truck needs to be installed and final pay request on truck and tank for the 12-06-06 meeting. RC Worst needs to get rid of old Lift Stations which Paul Storro will finish. John Tindall asked if the old lagoon is taken care of with the Idaho Dept. of Lands. Joe Hassel asked if the Operator Maintenance Manual is completed. Joel stated that it is 85% complete. It will address how controller works, valves on the irrigation system work, electrical control panel in the blower building.

Chlorine application cannot be done because water is so stagnate. Chris M. stated that the electrical panel works. John Tindall stated that we cannot close out the LID without the land application permit. The sludge dump vault was redone that are reflected on the as-builts and Bill will send to Joel Petty. Building and roof has been addressed and ACI will warranty that for 2 years. Joel Petty stated that water was coming down between water and bitchmastic and gets in the building because of close proximity. ACI wants performance of the roof in writing by the Board. Joe Hassel addressed performing a leak test in July/Aug. 06 and asked John Tindall if we could close out before this is done. John stated that we could close out. Joe Hassell

also addressed the problems with the helixes for back up. Chris Warren asked why the lead test was never done. How do all these outstanding issues relate to the release of the bond: Leak test next year; ACI substantial completion is a year over due. ACI will go and fix the lagoon issues if they cannot extend the warranty on the liner another year, but will get back to the board. John Tindall wants sewer use ordinance, operator's certification for backup operator through the Idaho Dept. of Licensing. Patricia stated that she typed up the sewer ordinance and will send it to John. User charge and OMR, the board will come up with. The board would like INWC to research and get information on local certified operators and Patricia will look into it. Inland NW Consultants needs to bring a pay request and John Tindall stated not until the issue on the liner is resolved. ACI submitted an invoice. Dan Mack stated not to pay until an IDEQ submittal request is done along with ACI 2 year warranty on the integrity of the building. Unplug and fix aerator. Addendum to liner language. The only issues outstanding are the chlorinator and leak test. The board will come up with verbiage regarding the integrity of building and fax to ACI, so we can sign and close out.

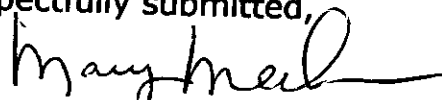
#### MAINTENANCE REPORT

Chris Morris stated all carbon filters are done. RC Worst installed the carbon filter on Merle Langley's service connection and buried it. The board wants it dug back up and replace the float.

Scranton line extension was discussed by the board. The board will hire Doug Cash to survey the extension.

No further business was brought before the board and a motion was made by Gene to adjourn at 11:30 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Board Meeting  
October 4, 2005

Directors of the Coolin Sewer District met on Tuesday, October 4, 2005. Those present were: Chris Warren, Carl Garrett, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present later was Doug Cash, Merle & Janet Langley. Not present at the meeting was director, Stuart Wagner. Chris Warren called the meeting to order at 8:15 a.m.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Dan and carried.

NEW BUSINESS

Blue Diamond Marina, Carolyn Deshler is requesting to have a seasonal bill for the marine station. The board has tabled this until Doug Cash arrives at the meeting.

MAINTENANCE REPORT

Chris Morris stated that the Coolin Sewer District will install a system for Wodelman.

Chris also stated that he needed a saw zaw and 18 volt drill. The board directed Chris to purchase them at Albeni Falls Building Supply.

It was brought before the board that Nate Louik is developing more home sites and would like to extend the line to service his lots. He would like to know if he will be billed for the extension.

OLD BUSINESS

Merle Langley came to the meeting to state that he sent his plans to Idaho Division of Environmental Quality. He came to the meeting to figure out the bottom line on what Coolin Sewer District and Mr. Langley will pay.

A letter from Merle Langley was not received by the Coolin Sewer District. The letter was sent to Inland NW Consultants and Joel Petty on 3-11-05. So there has been confusion on both sides of what the district will do and what the Langley's will provide. The board will table this until they get ahold of Joel Petty and find out the facts.

ENGINEER'S REPORT

LID closeout was discussed. The LID cannot close out until ACI finishes up the last of their punch list. Electrical on blower installation will be approximately \$30k.

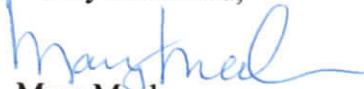
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Inland NW Consultants will be giving the district \$12k for the purchase of the blowers.

The main needs to be extended to Merle Langley and also Nate Louik's behind Sherry Mayer's residence. Also extend the main to Cavanaugh Bay Cabin Sites on Schoeder.

Doug stated that Lanzce Douglass has been denied lot consolidation. No further business was brought before the board and a motion was made by Gene to adjourn at 11:45 a.m. Motion seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



Coolin Sewer District  
Special Meeting  
September 20, 2005

Directors of the Coolin Sewer District on Tuesday, September 20, 2005. Those present were: Chris Warren, Carl Garrett, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Doug Cash from Inland NW Consultants. Not present was director, Stuart Wagner. Chris Warren called the meeting to order at 8:10 AM.

The Schneider letter that needed to go to Jake at Inland NW Consultants was signed by Chris Warren. The secretary will drop the letter off in Priest River on her way home.

Doug Cash came to the meeting to discuss the LID closeout with the remaining work to be done before we close out; approval of formula to determine assessments and to clarify assessments for commercial business, condos, and state lease lots.

As to date the district has not received the blowers to fix the lagoon. So the date of the LID has been pushed to close out October 25, 2005 provided the work by ACI on the building is satisfactory to the board and approved by John Tindall from IDEQ.

The board discussed with Inland NW Consultant, Doug Cash ways to determine assessments and to clarify assessments for commercial business, condos and state lease lots. The board discussed that Dan Garske should be 1 benefit derived assessment. Travis Garske should be 2 base assessments; Dave Johnson 1 base assessment; Scott Kine should be 1 base assessment. The Woods and Blue Diamond Marina are a different set up. The Coolin Condos have 14 units, therefore, 14 units at \$5600 base assessments and 1 at full benefits derived for a total of 15 base assessments. The Coolin Sewer District is currently servicing at the Condos 14 ER's. Also brought up was Inn at Priest Lake and Fenwick's. Doug suggested that the Coolin Sewer District hire someone from an independent audit on commercial, state lease, condos, Fenwick, Old Northern Inn.

No further business was brought before the board and a motion was made by Carl to adjourn at 10:15 a.m. The motion was seconded by Gene and carried.

Respectfully submitted,

*Mary Meek*

Coolin Sewer District  
Board Meeting  
September 6, 2005

Directors of the Coolin Sewer District met on Tuesday, September 6, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personell, Chris Morris; and at 9 AM secretary, Mary Meek. Also present were Inland NW Consultants, Doug Cash and Joe Hassell. Chris called the meeting to order at 9 AM.

A motion was made by Gene to pay the bills (except for Priest River Glass), approve the minutes of the previous meeting and the Treasurer's Report. The motion was seconded by Carl and carried.

A motion was made by Carl to approve the following sewer applications and building location permits; Monte Schoeder, Colleen Mehrens, Jack & Sharon Hamilton, John Larson, Michael Wodelman (building location permit), Marilyn Savage (BLP); Loyd Rentfro (BLP). The motion was seconded by Gene and carried. Stiles situation was brought up and the board agreed that Mr. Stiles needs to fill out a hookup application and send in the fee to the district before we sign his building location permit. Mrs. Stiles came and will be back later with the sewer service application and hookup fee.

The pumper truck and tank was brought up but tabled by the board until a later date.

MAINTENANCE REPORT

Chris Morris stated that there is a 2 foot thick mat growing at lift station #2. He stated that he got the majority of it out, but the mat regrew and he thought it was due to the grinder pumps. Chris W. stated that the floats needed adjustment because they were running a very short cycle. It was suggested using a grinder to stir it up to release it, but this could cause odor from the air vacs.

Blue Diamond has complaints of odor from the pump tank system the district installed. Chris M. stated that he that he put some organic citrus odor control and did not last a month. It was suggested that we install 2--15 gallon charcoal filters. The board suggested turning off all air vacs and see what happens. Chris replaced new lids at O'neill's, Lowrey's and Blue Diamond to fit over the septic tanks. Chris Warren suggested that we send the O'neill's a bill for the lid

since they were driving over and damaged it. Gene and Florence in Cavanaugh Bay drove over their lid.

LID CLOSEOUT

Doug stated that we can not to close the LID until the work from ACI is done to specifications. John Tindall from IDEQ will not close out the LID until the dispute on the building is resolved. Joe Hassell stated that the blowers are due to be delivered on the 10<sup>th</sup> of September and installed shortly thereafter. Joe stated that everything is resolved except for the disagreement on the building. The board stated that the aeration system is not functioning properly in the north cell. Also, there were electrical issues with components in the panel that are not in proper sequence. Carl Garrett stated that we move on ACI's bond, due to the fact that ACI stated that they came out and fixed it but no inspection was done with the board like they agreed at the previous meeting. Carl then withdrew the motion. The board will wait until the shipment of blowers arrives and discuss it at the next meeting.

A motion was made by Dan to approve IDEQ #45 to Inland NW Consultants for \$11,174.01. The motion was seconded by Carl and carried.

A motion was made by Carl to approve the Stiles sewer service application. The motion was seconded by Stuart and carried.

A motion was made by Carl to accept the preliminary FY05 audit. The motion was seconded by Dan and carried.

Stuart Wagner brought up the fact that it has been 5 years since the Chris Morris or Mary Meek received a raise. A motion was made by Stuart to increase the salary 10% and to look into medical insurance for Chris. The motion was seconded by Carl and carried.

No further business was brought before the board and a motion was made by Carl to adjourn the meeting at 10:10 a.m. The motion was seconded by Dan and carried.

Respectfully submitted  


Coolin Sewer District  
Board Meeting  
August 2, 2005

Directors of the Coolin Sewer District met on Tuesday, August 2, 2005 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris; secretary, Mary Meek. Also present was Doug Cash from Inland NW Consultants. Chris called the meeting to order at 8 AM.

A motion was made by Carl Garrett to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Stuart and carried.

OLD BUSINESS

The grease traps have been installed at Bishop's Marina. The board signed off on Budig, Brooke and Gumaer building location permits.

Monte Schoeder came to the meeting and agreed to pay the \$2000 hookup fee and quarterly assessment. He will be charged the base assessment for his lots when the LID closes.

MAINTENANCE REPORT

Chris Morris stated all airvac's are cleaned and working. Chris stated that the weeds at the lagoon are getting bad and would like to use roundup around the lagoon. Gene stated that he will look into the prices on roundup and get back to Chris. The last working blower at the lagoon is no longer functioning.

ENGINEER'S REPORT

Doug stated that the LID will close out on 9-27-05 according to Dana Wetzel.

The blower situation was discussed and Doug suggested a different blower. Doug stated that one blower was ordered and the other was 8 weeks out. The mat buildup on the lagoon is getting worse. Chris Warren stated that he would like to do a walk through the lagoon with Joe Hassel. ACI and Sackett were out at the lagoon installing the irrigation shut off valves. The Chlorinator would not work right and Chris fixed it.

Joel Petty, Ken Worst, Chris Morris and Chris Warren went to Blue Diamond to assess their situation. They then went to assess the air vacs on the 6" line between Plumbago and Lift Station #1 because of the bad odor. It was suggested by Ken to purchase 2 - 15 gallon charcoal filters.

Coolin Sewer District  
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The board discussed that the roof at the lagoon is not fixed to their satisfaction. No further business was brought before the board and a motion was made by Gene to adjourn at 10:30 pm. Motion was seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Annexation Hearing  
July 26, 2005

The Directors of the Coolin Sewer District met on Tuesday, July 26, 2005 at 6:30 pm. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and Clerk/Treasurer, Mary Meek. Also present was the district's bond counsel, Dana Wetzel; Inland NW Consultant, Doug Cash. Coolin Sewer District Patrons: Gary Schuster, Gene and Florence Coffey were also present. Chris Warren called the meeting to order at 6:30 p.m.

The purpose of the hearing was to annex all lots and residences outside the district boundaries. No objections were made and a motion was made by Carl Garrett to accept the annexation boundaries as designed. The motion was seconded by Gene Nett and carried.

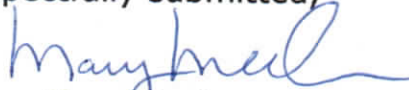
Other Business

An application received from Mike Wodelman along with the \$2000 hookup fee was discussed. A motion was made by Gene to approve the application. Motion was seconded by Dan and carried.

The Delinquent Resolution was discussed by the board and a motion was made by Gene to approve the Resolution 2005. The motion was seconded by Stuart and carried. The secretary will take the Delinquent Resolution to the Treasurer's Office in Sandpoint on Monday, August 1, 2005.

The board has approved and signed a building location permit for Dick Gumaer. No further business was brought before the board and a motion was made by Carl to adjourn the meeting at 7:30 pm. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
July 5, 2005  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, July 5, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and Clerk/Treasurer, Mary Meek. Also present at the meeting were ACI-Jim Huneke; Inland NW Consultant-Joe Hassell. Chris Warren called the meeting to order at 8 AM.

New Business

A building location permit for Mike Wodelman was discussed. Mr. Wodelman has not filled out a sewer service application with the hookup fee. The board directed the secretary to write Mr. Wodelman and have him fill out the application and send in \$2,000 hookup fee, we will sign the permit.

A motion was made by Carl Garrett to approve the minutes of the previous meetings, payment of bills and the Treasurer's Report. The motion was seconded by Dan and carried.

Old Business

For the second time it was brought to the attention of the board of the problem with Bishop's in need of installing grease traps. This is causing wear and tear on the new system. The board sent a letter back in November requesting that they install the grease traps but nothing has been done. A motion was made by Gene to write a certified letter to Bishop's Marina putting them on notice that if they do not have their grease traps installed in 30 days (August 4, 2005) the board will shut off their sewer service. The motion was seconded by Dan and carried.

Maintenance Report

Chris Warren and the board stated to Joe Hassell and Jim Huneke that they were not happy with the results in the lagoon and the lift station. Problems with communications between ACI and Inland NW Consultants have prolonged getting this project completed. The board adamantly stated that every issue needs to be completed on their punch lists so that we can close the LID out. Jim stated that

Scott Sullen will be up to finish up ACI's punch list. ACI would then contact the district upon completion and appoint a time for inspection with the Board. Joe will change the holes in the pipe and get prices for 6 HP and 7 HP pumps. The board directed for Joe to order the 6 HP and Joe stated that they are 6-8 weeks out. The board wants an invoice on the blowers. Hopefull this will not hold up the closing of the LID. The board wants carbon filters on all air vacs.

Chris Morris stated that Ron King verbally approved the filling of the old lagoon. However, Area Supervisor, Mick Schanelic wants the district to naturally grass seed the old site.

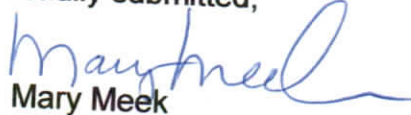
Blue Diamond Marina is scheduled to install risers and septic tanks on July 11, 2005. Ms. Deshler was concerned with the project due to the busy season and requested that they put things back as they were after the project is complete.

The Priest River Times has correctly advertised for the public annexation hearing to be held on Tuesday, July 26, 2005. Doug stated that we are currently at the pro rate share of \$4600/LID.

A motion was made by Carl to approved IDEQ #69 to Inland NW Consultants for \$16,795.75. The motion was seconded by Dan and carried. The motion was opposed by Stuart.

A motion was made by Carl to approve a sewer application by John Schmeidt and \$2000 hookup fee. The motion was seconded by Dan and carried. No further business was brought before the board and a motion was made by Gene to adjournj at 10:P15 am. Motion seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



Coolin Sewer District  
Special Board Meeting  
June 21, 2005

A special board meeting was held on Tuesday, June 21, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was INWC, Doug Cash. Chris Warren called the meeting to order at 8 AM.

A building location permit was discussed for Travis Garske/Chapman for 2 garages. A motion was made by Gene to approve the permits. The motion was seconded by Stuart and carried.

OLD BUSINESS

Doug came to discuss that the blowers need to be fixed because John Tindall from IDEQ will not close out the LID.

Lot reconsideration for Winslett and Wilkerson was discussed. A motion was made by Stuart to approve Winslett for lot consolidation. The motion was seconded by Dan and carried. Motion was opposed by Gene Nett. A motion was made by Stuart to approve Wilkerson for lot consolidation. The motion was seconded by Gene and carried.

The Annexation Hearing was discussed and will be held on June 30, 2005 at 7 p.m.

All ARV and filters in the 6" line installed by RC Worst are causing odor. The board directed Chris Morris to check filter to see if they are clogged or the wrong filter. Work has not been done at Blue Diamond Marina, RC stated there because is problems getting concrete. The concrete is 2 weeks out.

Ira Peele has sold his property in the Cavanaugh Bay Cabin Sites. He has agreed to pay an assessment on the lot and will pay the LID. It will held in a special fund since the property has not closed. The board will discuss this situation at a later time.

No further business was brought before the board and a motion was made by Stuart to adjourn the meeting at 10 a.m. Motion seconded by Carl and carried.

*Mary Meek*

Coolin Sewer District  
Board Meeting  
June 7, 2005

Directors of the Coolin Sewer District met on Tuesday, June 7, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were Inland NW Consultants, Joe Haskell and Doug Cash. Merle Langley was also present. Chris called the meeting to order at 8 am.

A motion was made by Gene to approve the minutes of the previous meeting, the Treasurer's Report and the bills, except for the Storro Bros. Excavating bill. This bill involved the Sheehan tank removal and was part of Ken Worst's punch list. The motion was seconded by Dan and carried.

MAINTENANCE REPORT

Chris Morris stated that he is flushing the system. He has come upon some unhappy patrons who have sink holes in their yard and want them filled. There are problems with people going in the lagoon and Chris will move rocks at the lagoon to the gate to discourage trespassing. Also there are problems with ATV's running over the top of lift station 2 and we need to do something to keep them off.

Brian Correll installed a pump tank in before the upgrade and wants to be reimbursed. The board denied reimbursement to Mr. Correll. Problems with odor from the air release valves not working, the board will put that on RC Worst punch list.

NEW BUSINESS

An application was received from Nate Louik for 235 Missouri in Coolin. A motion was made by Stuart to accept the application for sewer service. The motion was seconded by Carl and carried.

The Scarpelli application was discussed and the district needs to install a serviceable main. They directed the secretary to write Mr. Scarpelli that we need to receive the hookup fee of \$2k first and we will take care of the main.

Praetorious/Schoeder from the Cavanaugh Bay Cabin Sites want to hook on. However, we need to extend the main line to Schoeder.

A motion was made by Gene Nett to extend the main line by Cavanaugh Cabin Sites. The homeowners will pay for the service line. The motion was seconded by Carl and carried. The secretary will send Mr. Praetorious and Mr. Schoeder need to fill out sewer application and send the \$2k hookup fee and then we will extend the main.

### OLD BUSINESS

There is still a problem with the Northeast part of Coolin to get a main up there to service the lots.

Merle Langley came to the meeting. The main has been moved to the south side of Missouri and to the west side of Missouri so they do not get covered with the black top. The board needs to approve the Langley routing concept plan. A motion was made by Gene to approve the Langley routing plan. The motion was seconded by Carl and carried.

Joe Haskell came to the meeting to update the board on warranty work. Joe will discuss what the board wants done as far as the punch list. The motor was wired incorrectly and that needs to be fixed. The board wants clean aerators in the north lagoon. Inland NW Consultants wants to pay the Coolin Sewer District \$12k and then fix the blowers. Joe then left the meeting.

The sewer ordinance cannot be called what it is because Dana Wetzel stated that it does not exist in Idaho Code. Therefore, the board needs to rename it. A motion was made by Dan to accept the Draft Operating Resolution. The motion was seconded by Stuart and carried.

Lot consolidation needs an amending motion from April 5 to include Exhibit A (approved) and Exhibit B (denied). A motion was made by Carl to amend the April 5<sup>th</sup> motion to Exhibit A and Exhibit B. The motion was seconded by Dan and carried.

Patrons who came back for reconsideration of lot consolidation are the following: Carol Branz never filled out the form so she has been denied. Monte Schoeder received his notification of annexation after the consolidation closed. Mr. Schoeder was denied and will be

Coolin Sewer District  
June 7, 2005/Page 3

charged for 4 LIDs. Richard and Carole Johnson has been denied because there is no habitable dwelling on their property. Mr. Scarpelli has been denied. Mr. Winslett sent written notification to the board to be put on the agenda for the meeting. The board along with INWC will have Dana Wetzel counsel us on Mr. Winslett.

Doug stated the revised assessed LID list is 95% accurate and will look at double services. There is now 860 ER versus the original 660 ER we started with. Benefit derived assessment is currently at \$4008/LID. Full recipient is \$5700/LID. Base assessment dropped from \$3595 to \$2800. Doug stated that he will write and send out a newsletter to let them know we are financially.

The annexation hearing is changed to June 30 at 7 p.m. at the district office.

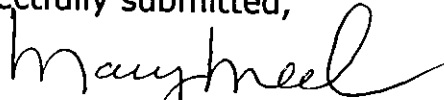
Doug stated that LID research developing multiple ER will list all properties.

Mick Schanilec from the IDL is going to look at the old lagoon and get back to the district if there is more work to be done.

A motion was made by Stuart to approve IDEQ#68 to Inland NW Consultants for \$20,907.00. The motion was seconded by Carl and carried.

A motion was made by Carl to adjourn the meeting at 11 a.m. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Annexation Hearing  
Monday, May 09, 2005  
7 p.m.

Attendance

1. Monte Schroeder
2. Kayd Rantro
3. Pete Tractouus
4. ScoHy Atkins
5. Mary Lammers
- 6.
- 7.
- 8.
- 9.
- 10.
- 11.
- 12.

Coolin Sewer District  
Annexation Hearing  
May 9, 2005

Directors of the Coolin Sewer District met on Monday, May 9, 2005. Those present were: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Stuart Wagner; Director, Dan Mack; Director, Gene Nett. Inland NW Consultant, Doug Cash and bond counsel, Dana Wetzel. The following were concerned persons who attended the hearing: Monte Schroeder, Loyd & Leslie Rentro; Peter Praetorius; Scotty Atkins and Gary Lammers. Chris Warren called the meeting to order at 7 p.m. Dana Wetzel stated that we will continue this meeting because some property owners were not notified of the annexation and will be have that meeting on June 10, 2005 at 6 pm.

This hearing is for annexation only into the district and to hear those who are for or oppose the annexation.

Monte Schroeder from the Cavanaugh Bay Cabin Sites came to the hearing to discuss that years ago he contacted the sewer district and asked if he had to hook on and was told by the district's previous maintenance personnel that the system was already overloaded and that he could install his own system (which he did install) and does not want to be annexed. Monte will be on the June Agenda Meeting.

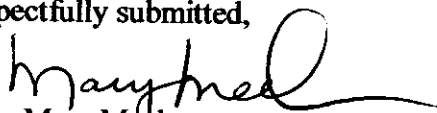
Peter Praetorius also came to the meeting with similar concerns as Mr. Schroeder had. The board will look into their individual circumstances.

Loyd Rentfro came to the meeting concerned that he has in good faith hooked up to the district and will pay the cost to the main. His concern was why his back property was annexed. Doug Cash stated that his back property will not be annexed, along with Mr. Kinnear's back property. The board is in agreement that Loyd's back property will not be annexed into the district. The board states that Loyd will be charged one LID and 1 user fee.

The preliminary tax roll has been delivered for patrons who want to see what they will be assessed concerning the LID.

A motion was made by Gene to adjourn this meeting to Friday, June 10, 2005 at 6 pm. The motion was seconded by Carl and carried. Meeting dispensed at 7:40 p.m.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
May 3, 2005  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, May 3, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Doug Cash from Inland NW Consultants; Ken Worst from RC Worst. Chris Warren called the meeting to order at 8 AM.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Gene and carried.

OLD BUSINESS

Colleen Mehrens a concerned multiple lot owner and asked the board why she was denied lot consolidation. The board stated that she has more than one lot, none of which has a residence on it and therefore, they are deemed buildable. She then understood and left the meeting at 8:45 a.m.

The Louik residences and properties were discussed by the board. The Louik's bought Bill Sullivan's property and stated that the hookup fee was already paid by Bill. Mr. Sullivan did pay one hookup for one of the three lots. If Louik develops each lot, then he will need to pay a hookup fee for each lot. The secretary will send Mr. Louik a letter explaining the situation and for him to submit legal descriptions of his properties he is developing.

Langley's annexation was discussed by Doug. The Sewer Use Ordinance was discussed and commercial ratings were not in the ordinance. No vote on the ordinance until the preliminary assessment roll is in.

Amendment #7 Engineer's agreement. DEQ wants to extend the budget by \$84k. It is about quality control problems with Lift 1A & 2A. A motion was made by Carl to accept Amendment#7. The motion was seconded by Stuart and carried.

A motion was made by Stuart to pay Inland NW Consultants #42, IDEQ#67 for \$16,294.00. The motion was seconded by Dan and carried.

Project No: 0401 sent by Joel Petty for the deposition he gave on TML was discussed. The board will sent it back to Inland NW Consultants to have them confront Joel on what the board feels was charged too much to the district. It was also discussed by the board the bill from Joel regarding the computer LID internet program. It was the understanding of the board that the whole cost of the program would not exceed \$3000.00. The board will send a letter to Joel asking for a breakdown of completion done and what percentage is left if it exceeds \$3000. A motion was made by Carl to

Send Joel a letter stating the above mentioned along with the \$3,000.00. The motion was seconded by Dan and carried.

A motion was made by Dan to call for a public hearing for annexation at the Coolin Sewer District office at 13837 East River Road for Monday, May 9, 2005 at 7 p.m. The motion was seconded by Gene and carried.

Ken Worst came to the meeting with his punch list. He needs names and addresses of patrons to complete his job. The secretary will get Ken the information he needs. The board directed Ken that he needs to remove the tank on the Sheehan property place it at another location.

A motion was made by Dan Mack to go into executive session. Motion was seconded by Gene and carried. Roll call: Chris Warren, Chairman; Carl Garrett, Vice Chairman; Stuart Wagner, Director; Dan Mack, Director; Director, Gene Nett. A motion was made by Gene to adjourn executive session into regular session. The motion was seconded by Dan and carried.

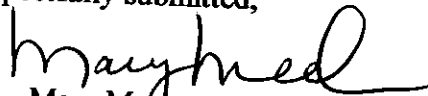
#### OTHER BUSINESS

Doug discussed that they are working on ACOE closeout invoices. There is approximately \$19k due the district from the ACOE.

John Milton sewer application was discussed. A motion was made by Gene to approve Mr. Milton's application. Before approval, the secretary will write Mr. Milton to state that the district will install his system on his property. He will be responsible for the installing to the main and also from his residence to the tank. The motion was seconded by Dan and carried.

No further business was brought before the board and a motion was made by Gene to adjourn the meeting at 10:05 AM. The motion was seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



Coolin Sewer District

April 5, 2005

Board Meeting

Directors of the Coolin Sewer District met on Tuesday, April 5, 2005. Those present: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris. Brian & Sydney Peterson from TML Construction. Also present was Doug Cash, from Inland NW Consultants. A motion was made by Carl to go into executive session. The motion was seconded by Dan and carried. Roll call: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Stuart Wagner; Director, Dan Mack; Director, Gene Nett. A motion was made by Gene to adjourn executive session and go into the regular open meeting at 9:15 am. The motion was seconded by Stuart and carried. Not present at the meeting was secretary, Mary Meek.

A motion was made by Carl to pay bills, approve the minutes of the previous meetings and Treasurer's Report. The motion was seconded by Gene and carried.

ICRMP Insurance schedule was sent to the district and Mary called North Idaho Insurance and placed the new pumper truck to be insured. As soon as the tank has a set price the district needs to call North Idaho Insurance to have it insured.

A motion was made by Gene Nett to accept sewer applications from Cook and Rentfro. There was another application received by Milton, but Chris Morris sent the new and not approved application. The secretary will send Mr. Milton a letter and the current sewer application. The motion was seconded by Stuart and carried.

A letter received from Jim & Lorna Gleason stating that they do not feel it is fair to pay a quarterly assesement on a vacant lot. The Board will direct Mary to send a letter to the Gleason's stating that many patrons who have vacant lots are paying a quarterly user fee and the Gleason's too will have to pay.

#### MAINTENANCE REPORT

Darla Grant had called the district and Inland NW Consultants regarding the annexation. Doug Cash stated that he is taking care of it.

The board directed Chris M. to call Priest River Glass and have the locks to the lagoon and lift stations rekeyed.

The Idaho Dept. of Lands will berm up the lagoon road when load limits are off.

#### NEW BUSINESS

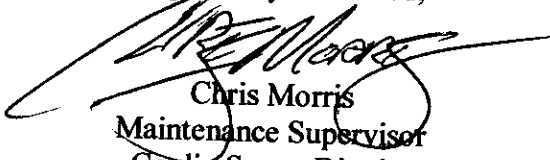
A motion was made by Carl to pay IDEQ disb.#66, Inland NW disb.#41 for \$15,434.00. The motion was seconded by Stuart and carried.

Coolin Sewer District  
April 5, 2005/Page 2

The board discussed and set the Public Hearing for annexation for May 9, 2005 at 7 p.m., at the district office.

A motion was made by Gene to approve the lot consolidation approved and denied applications. The motion was seconded by Dan and carried.

Respectfully submitted,



Chris Morris  
Maintenance Supervisor  
Coolin Sewer District

Coolin Sewer District  
Special Board Meeting  
April 19, 2005

Directors of the Coolin Sewer District met on Tuesday, April 19, 2005 in continued executive session working on the district ordinance. Those present: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; Inland NW Consultant, Doug Cash; maintenance personnel, Chris Morris and secretary, Mary Meek. A motion was made by Carl to adjourn executive session at 11:30 a.m. The motion was seconded by Stuart and carried.

OLD BUSINESS

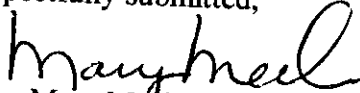
Joel Petty from Inland NW Consultants came to the meeting to discuss that he will be meeting with Arete on the lagoon issue.

A building location permit for Nate Louik was signed for 235 Missouri Street.

A letter received from Keenan's requesting public records was discussed and the board directed the secretary to gather the information. A \$25 per hour office fee for finding and researching and .25 per copied page will be charged. The Keenan's sent a check for \$75.00 for the materials.

No further business was brought before the board and a motion was made by Dan to adjourn at 11:45 a.m. Motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Special Board Meeting  
April 12, 2005

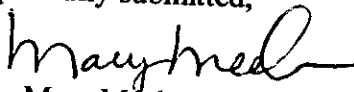
Directors of the Coolin Sewer District met on Tuesday, April 12, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris; secretary, Mary Meek. Inland NW Consultants, Doug Cash. A motion was made by Carl to go into executive session to discuss the Ordinance to establish ownership, operation, maintenance and expansion of treatment facility; providing allocation of operation and maintenance expenses to users and for capitalization fees, providing for hookup requirements and others matters relating thereto. The motion was seconded by Stuart and carried. Roll call vote: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Stuart Wagner; Director, Dan Mack; Director, Gene Nett. A motion was made by Gene to adjourn executive session until Tuesday, April 19, 2005 AM. The motion was seconded by Dan and carried.

OLD BUSINESS

It was brought to the attention of the board that many problems still exist at the lagoon and blower building. The board discussed the problems and will have Mary write Inland NW Consultants a letter requesting ACI be put on notice if the following conditions are not met, the district will not release their retainage. The following conditions to be met are: 1. The main breaker keeps tripping when the power goes out, which causes nothing to work in the building; 2. The blowers are not operating to their full potential. All static aerators are not working properly; 3. The south wall of the blower building is still leaking through the cold cracks.

No further business was brought before the board and a motion was made by Gene to adjourn at 11:45 a.m. A motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Special Meeting  
March 29, 2005

Directors of the Coolin Sewer District met on Tuesday, March 29, 2005 at 8 AM to discuss the TML litigation: A motion was made by Carl to go into executive session. Roll Call: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Dan Mack; the district's attorney, John Finney; Brian Peterson from TML Construction, Sydney Peterson and TML's attorney, Mike Bissel.

A motion was made by Carl to extend the executive session to the April 5, 2005 board meeting in order to have the full board present along with Brian and Sydney Peterson. The motion was seconded by Dan and carried. Meeting ended at 11:15 a.m.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District


Coolin Sewer District  
Special Meeting  
March 15, 2005

Directors of the Coolin Sewer District continued the 3-8-05 meeting to 3-15-05.  
Roll call: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Stuart Wagner; Director, Dan Mack; Director, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. All members present for lot consolidation review.

The board adjourned at 12:30 p.m. for lunch and will continue after lunch.

A motion was made by Gene to go out of executive session and adjourn the meeting 2:05 pm. The motion was seconded by Dan Mack and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Special Meeting  
March 8, 2005

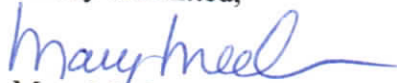
Directors of the Coolin Sewer District met on Tuesday, March 8, 2005 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Warren and secretary, Mary Meek. Also present was Doug Cash from Inland NW Consultants. A motion was made by Carl to adjourn regular meeting at 8 AM. The motion was seconded by Stuart and carried.

NEW BUSINESS

1. Resolution creating sewer capitalization fee was discussed and a motion was made by Carl to approve Resolution 101-05 Sewer Capitalization Fee. The motion was seconded by Stuart Wagner and carried.
2. Application requesting sewer service was discussed by the board. A motion was made by Dan Mack to approve the sewer service application with revisions to #3 stating that all equipment will be purchased through the district. The motion was seconded by Carl and carried.
3. LID closeout timeline. The board discussed that a closeout by June 1 being that the LID and annexation will be completed. A motion was made by Gene Nett to accept the proposed timeline of June 1, 2005. The motion was seconded by Dan Mack and carried.
4. IDEQ#65 to Inland NW Consultants #40 was discussed by the board. Doug wants the \$1200 under survey to be held out for the time being for a total disbursement of \$14,869.00. A motion was made by Carl to pay IDEQ#65 Inland NW Consultants #40. The motion was seconded by Stuart and carried.

A motion was made by Carl Garrett to go into executive session to review lot consolidations. The motion was seconded by Dan Mack and carried. Roll call: Chairman, Chris Warren; Vice Chairman, Carl Garrett; Director, Stuart Wagner; Director, Dan Mack; Director, Gene Nett all present. A motion was made by Carl to adjourn until March 15, 2005. The motion was seconded by Gene Nett and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Board Meeting  
March 1, 2005

Directors of the Coolin Sewer District met on Tuesday, March 1, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Inland NW Consultant, Doug Cash and patron, Gary Gfeler. Other patrons who showed up unscheduled for the meeting were the following: Gary Fry, Joyce Fry, Gary Lammers, Forrest Jackson and Lloyd Rentfro. Chris called the meeting to order at 8 AM.

OLD BUSINESS

A motion was made by Gene to approve the minutes of the previous meeting with revisions, payment of bills and the Treasurer's Report. The motion was seconded by Stuart Wagner and carried.

Gary Gfeler came to the meeting to discuss his concerns on his second lot that he bought and does not want to develop. Mr. Gfeler stated when he received his lot consolidation letter; he wanted to be considered for the benefit derived method that Inland NW Consultants laid out in the letter. He then left the meeting at 9:15 AM.

Gary Fry came to the meeting to ask the board to write the letter he has been requesting so that he can consolidate his lots in Coolin. The board agreed to write his letter but told Mr. Frye that this letter will contain verbiage that it not be construed as approval for any reduction in the number of assessments determined by the LID. The secretary will drop off Mr. Frye's letter at his engineering firm Welch Engineering in Sandpoint.

Lloyd Rentfro came to the meeting asking to be annexed onto to the system. He also stated that he would consider hookup up.

Gary Lammers came to discuss his concerns on lot consolidation since he has some issues with the way his lots were surveyed years ago. Doug stated that he would get back to Gary after researching further on Gary's lots. Gary left the meeting at 10:15 am.

Forrest Jackson came to the meeting and stated his concerns on lot consolidations. He then left the meeting at 10:15 am.

Mr. Robert Cunningham wrote a letter to the board to extend the lot consolidation because of his age and the fact that he can not get up here and do the consolidation in due time. The board will notify by written reply to Mr. Cunningham that we have already extended the deadline another 30 days and that no more extensions will be considered because the cost of the LID being open is too costly.



MAINTENANCE REPORT

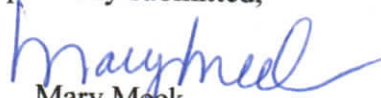
Chris Morris stated that he received an application for his certification test. Chris Warren needs to sign the application and have it notarized for Chris M. to take the test.

Chris Morris stated that he received an estimate from Western State Electrical for \$400 to put locks on the control panel. The district has approved for Chris to purchase 1000 locks.

The Idaho Dept. of Lands will berm up the road into the irrigations south entrance. Chris Morris stated that two rocks need to be placed where the main gate is.

No further business was brought before the board and a motion to continue the meeting to March 8, 2005 was made by Carl. Motion was seconded by Stuart Wagner and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Special Board Meeting  
February 15, 2005

Directors of the Coolin Sewer District met on Tuesday, February 15, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Dan Mack, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were CSD patrons: Trent Presley, Allen Lieske, Steve Yob, Avellino Persello, Gordon Hudson. Doug Cash came to the meeting later at 8:55 a.m. Chris Warren called the meeting to order at 8 am.

Steve Yob and Avellino Persello stated concerns that the lot consolidation deadline of 2-14-05 was not enough time to survey due to the weather. They were told by Wetzel & Wetzel the district's bond counsel that she extended the time another 30 days to March 14, 2005. The board did not know that the bond counsel had done the extension. The board also explained that these patrons had been notified many times (at least 3 times prior) about the consolidation and the guidelines for consolidation. A motion was made by Carl to approve the 30 day lot consolidation extension. This will not affect the LID because the annexation will take that long to complete. The motion was seconded by Dan Mack and carried. Director, Gene Nett opposed.

The second issue was whether the board will enter into a contract with a licensed surveyor from the State of Idaho to honor the time it will take to survey a patron's lots for consolidation. A motion was made by Carl to deny honoring any contracts and stay with the original guidelines to assesment of lot consolidation which are the following:  
1. The lots must be contiguous and a structure must be located on them such that a portion of each lot/parcel is encumbered either by the structure itself, or by its required setbacks (Bonner County Revised Code Titl 12, Chapter 2). 2. The lots are contiguous and one is exclusively used for the access road/driveway and is unable to support future development or is unbuildable according to District criteria. The motion was seconded by Gene and carried.

Alan Lieske came to the meeting not to discuss lot consolidation, but discussed that his tank is in the wrong location. He stated that he wants to build a garage where his tank is but can't. The board stated that his request is on a punch list from RC Worst to come and move the tank. There were other patrons with similar problems and Bob and Ellen Brown in Cavanaugh Bay where they have 2 lots and the tank is on the other lot, which now they cannot build on.

A motion was made by Gene to approve and sign a building site location permit for Jim and Laurie Hudson. The motion was seconded by Stuart and carried.

It was discussed by the board that James & Lynn Keenan through their personal attorney had turned the property into one parcel. Doug stated that this does not fall under the criteria of the district's lot consolidation. The board stated that they will need to be  
Coolin Sewer District

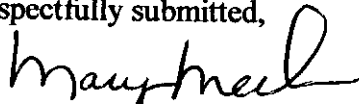
assessed two quarterly assessments instead of one. The secretary will change their billing.

OTHER BUSINESS

Since patrons have complained that the website has not been updated and we do not have the keys to post information it was discussed to shut down the website. A motion was made by Dan to shut down the district's website. The motion was seconded by Carl and carried.

No further business was brought before the board and a motion was made by Carl to adjourn the meeting at noon. The motion was seconded by Dan and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Board Meeting  
February 1, 2005

Directors of the Coolin Sewer District met on Tuesday, February 1, 2005. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were the following concerned patrons who just showed up at 8 AM: Gary & Joyce Fry; Gary & Nancy Lammers, Nate Pace, Bob & Lu Johns, Hank Jones, Gwen Salesky, Forrest Jackson, Bill Jemison, Dennis Reigel, Monte Nesbitt and Gordon Hudson. Doug Cash and Joel Petty from INWC arrived at 8:45 am. Ken Worst from RC Worst was also present. Chris Warren called the meeting to order at 8 AM.

The majority of patrons came to discuss the lot consolidation deadline and why it is happening during the winter when they cannot locate their lot lines. Gary and Nancy Lammers were concerned with the fact that we should annex Ardy's Restaurant into the district. The Board stated that they cannot force the annexation and all the annexation is being done voluntarily.

Gary Lammers stated that he wants a copy of the spec book entered with Inland NW Consultants and also a copy of the minutes of this meeting. Dennis Reigel has requested copies of all financials and all monies paid out for the upgrade. The secretary did make a printout of monies paid out on the project. After their concerns were answered, they left the meeting at 9:30 AM.

ENGINEERS REPORT

Doug stated that after the February 14<sup>th</sup> deadline on lot consolidation, the board will sit down and go through each form. Doug also stated that we need to get the sewer use ordinance established. It was discussed that we send a letter regarding the annexation and put it on the website. Joel will get ahold of Travis Holycross.

Doug went on to discuss that we need to get all land annexed in square miles. Chris Warren suggested sending a letter to the people and ask them or petition them to be annexed. A Resolution to be authored by Inland NW Consultants per this exhibit 05-1 and to state that we will provide an annexation per a voluntary assessment opportunity along 8" trans pipeline and adjourn to the lagoon site as well as the people of the Cavanaugh Bay Road and Merle Langley in Section 10. The Resolution was made by consensus. Doug reiterated that this is not a mandatory annexation. Doug also suggested annexation of road easement thought private land. Joel stated that INWC will need to check with Wetzel & Wetzel regarding this issue. The board will meet on Tuesday, February 15, 2005.

Joel discussed having an addendum for work to be done out of the original estimated scope of the project. Addendum #3 will be an increase in the contract.

A land application permit was signed and approved by the board for Gary Fry.

A motion was made by Gene Nett to approve pay request IDEQ#62 or INWC#39 to Inland NW Consultants for \$8,129.00. The motion was seconded by Carl and carried.

A motion was made by Gene Nett to approve IDEQ #~~62~~<sup>63</sup> to TML for \$38,074.16 to be put in the Coolin Sewer District bank account. The motion was seconded by Carl and carried.

A motion was made by Stuart Wagner to pay IDEQ#64 or RC Worst pay request #14 for \$10,442.43 (IDEQ funding). The remaining \$17,987.97 will come from ACOE#7 for a grand total to RC Worst for \$28,430.40. The motion was seconded by Gene and carried.

#### NEW BUSINESS

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Carl and carried.

#### MAINTENANCE REPORT

Chris Morris discussed the IDEQ Classification permit and the board filled out the information to be sent back to them.

The secretary stated that Ron King from the Idaho Dept. of Lands is requesting the amount of the Icehouse main extension. Ken Worst stated that he will email to the district and the secretary will send a state to the IDL.

The Board approved the building location permits for Doug Cresswell.

A email was forwarded from ACOE Lester Soules to patron Dave Salesky regarding how much has been spent on the project.

#### NEW BUSINESS

The secretary sent a Declaration of Null Election to the Bonner County Clerk but the district needs to appoint a director to fill one position. Carl stated that he found patron who is will to serve on the board. A motion was made by Carl to appoint Dan

Coolin Sewer District  
Page 3/February 1, 2005

Mack to the board for a six year term. The motion was seconded by Stuart and carried.  
Carl will inform Mr. Mack of the next meeting.

No further business was brought before the board and a motion was made by Carl  
to adjourn the meeting at 11:45 am. The motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Special Meeting  
January 13, 2005

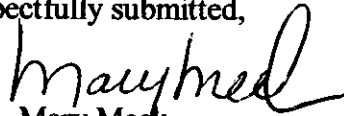
The board met on Thursday, January 13, 2005 at the office of Cook & Lamanna. Those present were: Chairman, Chris Warren; Vice-Chairman, Carl Garrett, Director, Stuart Wagner; Director, Gene Nett; secretary, Mary Meek. John Finney, the district's attorney.

A motion was made by Carl Garrett to go into executive session. The motion was seconded by Stuart and carried.

No agreement was reached and the board will meeting at a later date. A motion was made by Gene Nett to pay each board member and secretary, \$50/meeting and mileage. The motion was seconded by Carl and carried.

A motion was made by Gene to adjourn at 3 p.m. Motion was seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
January 4, 2005  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, January 4, 2005 at 8 AM. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were Inland NW Consultants, Doug Cash and Joel Petty. Janet Langley was also present at the meeting. Chris Warren called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting with revisions, payment of bills and the Treasurer's Report. The motion was seconded by Carl and carried.

OLD BUSINESS

The secretary stated that she received no Declarations of Candidacy for the election, therefore, it is declared a null election. She will inform the Bonner County Clerk by written letter that no election will be held. A motion was made by Gene to appoint Stuart Wagner back on the board for another six year term. The motion was seconded by Carl and carried.

ENGINEERS REPORT/MAINTENANCE REPORT

Chris Warren discussed the district annexation of IDL land by the airport and also Chris Warren has real property that he will petition for annexation into the district.

John Tindall from IDEQ wants to close out Phase I. ACI has to come back and fix the liner issues before Joel will grant the request to close out Phase I.

A motion was made by Gene to approve the following building location permits for Winslett, Cresswell, Rowley & Maloney. The motion was seconded by Stuart and carried.

It was discussed that Dave Johnson in Cavanaugh Bay has built steps over his septic tank which makes it impossible to access the tank. The board directed the secretary to write Mr. Johnson and he will have to move the steps and this will be done at his expense.

Chris Morris stated that he did a walk through with the State of Idaho electrical engineer, Dave Peterson. They came upon the Stanley property and they had a lock on the control panel of the electrical box. The board directed that Chris cut the lock off



Letters received from patrons were discussed. Steve Simms had concerns of what he is responsible for with connections and tank. Chris Morris told him that he is responsible from his residence to the tank. The secretary will sent a letter telling him the same.

Jim O'neill sent a letter asking for his riser cap replacement. Joel will get with Ken Worst and have it taken care of. Carol Branz letter that she has already consolidated was discussed and filed. Matt Alice stated he had problems with kitchen facilities not being hooked up to the tank. Again, Joel will get ahold of Ken Worst and have him take care of these issues before we release RC Worst's retainage.

Joel stated that he has a computer program that has geographical information system that includes all the area the LID covers and the cost is about \$1200.00. The board will table this now but will make a decision soon on whether to purchase it or not.

Inland NW Consultants pay request #38, or IDEQ#62 for \$9525.75 was discussed. A motion was made by Stuart to pay IDEQ #62. The motion was seconded by Carl and carried. Joel stated that he will determine what ACI owes and hold the monies from IDEQ#62 until the work is done.

ACOE pay request #6 for \$1,266.75 was discussed. A motion was made by Carl to approve ACOE pay request #6. The motion was seconded by Stuart and carried.

#### NEW BUSINESS

Janet Langley came to the meeting to discuss her Jan. 13, 2005 Planning & Zoning meeting. The Langley's are proposing 21 lot subdivision with a park. They are requesting annexation after the LID closes and The Langley's will be responsible for all legal fees.

No further business was brought before the board and a motion was made by Stuart to adjourn at 11:05 am. The motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

COOLIN SEWER DISTRICT  
Special Board Meeting  
December 14, 2004

Directors of the Coolin Sewer District met on Tuesday, December 14, 2004. Those present were: Chris Warren, Carl Garrett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek. Not present was director, Gene Nett. Chris called the meeting to order at 8:10 AM. Also present were Inland NW Consultants; Doug Cash and Joe Haskell. The special meeting was called to discuss the work ACI needs to finish before they issue payment to them.

Chris Warren discussed all that needs to be done by ACI before they receive any more payments. The following are the items that ACI needs to complete: 1) blowers are not working in the lift stations; 2) the dump vault aerator is not working; 3) the roof still continues to leak and 4) no dependable electrical to the building. The board decided not to issue IDEQ #61 to ACI until the above work is completed.

A motion was made by Carl to approve the balancing change order IDEQ#61 for \$18, 542.85 but not pay them until the above conditions are met. The motion was seconded by Stuart and carried.

IDEQ#60 was discussed which includes the truck, RC Worst retainage and pipe locator. The ACOE #4005 matching is included in this request. A motion was made by Carl to approve IDEQ#60 for \$22,882.00. The motion was seconded by Stuart and carried.

No further business was brought before the board and a motion was made by Stuart to adjourn at 11:30 AM. The motion was seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
December 7, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, December 7, 2004. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was the district's attorney, John Finney, the district's bond counsel, Dana Wetzel and Inland NW Consultants, Doug Cash and Joel Petty. Chris Warren called the meeting to order at 8 AM.

A motion was made by Stuart to pay the bills, approve the minutes of the previous meeting and Treasurer's Report. The motion was seconded by Gene and carried.

A motion was made by Carl to approve the FY 04-05 budget. The motion was seconded by Stuart and carried.

OLD BUSINESS

John Finney came to the meeting to discuss issues the district has with TML Construction. A motion was made by Stuart to go into executive session. The motion was seconded by Gene and carried.

Dana Wetzel came to the meeting to discuss that the project will be completed soon and we need to close the LID because the loan adds lot of interest if we don't do that soon.

Lot consolidation was discussed and Wetzel and Inland NW Consultants stated that we should deny lot consolidation except to the criteria that was sent out earlier in mailings. Also patrons whose home is on multiple lots, the patron will have to prove to the district by having a survey done that the residence lies on multiple lots in order to be assessed one LID charge.

Also discussed was annexing people who wanted to become part of the sewer district. Dana stated that she would send out letters to those whom we are annexing stating we will be hold a protest hearing mid-February. Then we will have a formal annexation in April.

The board will send out a denial letter by Inland NW Consultants and hold a special meeting on January 17, 2005. At that time the board along with the engineers will consider the consolidations.

A motion was made by Carl to deny all lot consolidations. The motion was seconded by Gene and carried. A motion was made by Gene for the board to authorize the engineers and legal staff for the letter of lot consolidation denials be sent out and received no later than January 14, 2005. The motion was seconded by Carl and carried. There will be two separate mailings on for the above mentioned and the other for annexation process. Dana has requested our sewer application and will update it due to the annexation.

#### ENGINEERS REPORT

A motion was made by Stuart to release a Certificate of substantial completion upon revision of page two to state that it is for TML Construction not RC Worst. The motion was seconded by Gene and carried.

Joel stated that he wants to release \$30k with no increases or change orders to RC Worst. A motion was made by Gene to pay RC Worst \$30k. Motion seconded by Stuart and carried.

A motion was made by Gene to approve IDEQ#59 to RC Worst for \$30k. The motion was seconded by Carl and carried.

A motion was made by Carl to approve IDEQ#58 to Inland NW Consultants for \$10,373.00. The motion was seconded by Stuart reluctantly and carried.

A motion was made by Stuart to pay the employees their Christmas bonus oof \$300.00 each. The motion was seconded by Carl and carried.

#### MAINTENANCE REPORT

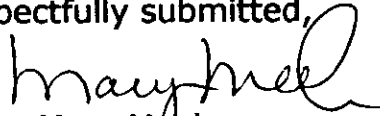
~~Chris Morris stated that the new lagoon has a hole in the baffle. Joel stated that he would check it out.~~

*by motion  
of revision*

COOLIN SEWER DISTRICT  
December 7, 2004/Page 3

Chris Warren will be meeting with ACI on Thursday.

No further business was brought before the board and a motion was made by Carl to adjourn at 10:30 AM. Seconded by Stuart and carried.

Respectfully submitted,  
  
Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
November 23, 2004  
Budget Hearing

Directors of the Coolin Sewer District met on Tuesday, November 23, 2004. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett and maintenance personnel, Chris Warren and secretary, Mary Meek. In attendance later in the meeting were INWC, Joel Petty and Doug Cash. Chris Warren called the budget hearing to order at 8 AM.

OLD BUSINESS

TML pending lawsuit was discussed and John Finney will be attending December 7, 2004 board meeting to discuss the issues with the board.

The truck bid was discussed and a motion was made by Gene to accept Alpine Motors bid with deletions noted: air condition, air compressor and engine block heater. The total of the package deal is \$30,478.00. The motion was seconded by Carl Garrett and carried.

A motion was made by Gene to accept the tank proposal from Erickson Tank for \$17,896.00. Motion was seconded by Stuart and carried.

A motion was made by Stuart to approve IDEQ #57 (TML#4) for \$60,000.00 to reimburse the Coolin Sewer District for paying this amount to TML last December 2003. The motion was seconded by Gene and carried.

Status update Phase I ACI is still figuring out their bookwork. The roof on the blower building still leaks. They still need to finish site cleanup.

The board and INWC discussed lot consolidation. Doug stated that we should stand firm with the criteria for lot consolidation. He stated that we give him until January 2005 and he will meet with Wetzel & Wetzel, our bond counsel and come up with a LID mail out and final protocol on lot consolidation

NEW BUSINESS

An application was received from Gordon Cook for sewer service and he sent a check for \$1,000 which is half the amount. The board will table signing the application until the full amount is sent in.

No further business was brought before the board and the board concurs with the FY 04-05 Budget. A motion was made by Carl to adjourn the meeting at 9:25 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
November 2, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, November 2, 2004. Those present were: Chris Warren, Stuart Wagner, Carl Garrett, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were INWC engineer, Joel Petty and Ken Worst from RC Worst. Chris W. called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Carl and carried.

OLD BUSINESS

It was discussed by the board that problems are arising on their new system with Bishop's Marina because they need to install a grease trap. The board was under the impression from a previous owner that this was already done but it was not. The board directed the secretary to write Bishop's Marina and state that will need to install on by law and installation will be done by them at their expense.

The lawsuit against the district by TML was discussed by the board. Chris Warren and Mary Meek need to sign the counterclaim and have it notarized.

The Keenan situation was discussed and in their letter they stated that they are consolidating through the county. Joel stated that even though they consolidated the parcels into one parcel number it is still 2 lots and the LID could be assessed on both lots. Ken is waiting to install Keenan's tanks.

The Louik situation was discussed with confusion of what properties have been connected to the system. The secretary had question on Lot 11, Block 11 Coolin Original. Joel stated that he will find out who owns it and if a hookup has been paid since there is a residence on it, but nothing on file.

The Fenwick situation was discussed and Joel stated that rain water and oil has been bringing discharge into the system. The is against the law and Joel has suggested to install flow meters.



Joel will write another letter to Mr. Fenwick and fax it to the district's office. John Tindall wrote a letter to Mr. Fenwick regarding this situation. The board suggested that the letter also be sent to IDEQ, Gary Gaffney, Panhandle Health and John Tindall.

Gene Nett brought to the attention of the board that his neighbor Ted Stiles is not happy with where his tank was installed and wants the district to reinstall it to the original location. Ken stated that he did install it to the original location. Gene also stated that he made a phone call to Ted two weeks prior to that area's upgrade and let Mr. Stiles know he better let Ken know where he wants his relocated. Gene stated that Ted Stiles response was, "I will think about it." No action was taken by Mr. Stiles. The board directed the secretary to write Mr. Stiles and explaining the above and giving him 2 options: 1) is that Mr. Stiles install a reinforced lid and side foundation and 2) have the tank relocated and both these options will be at Mr. Stiles expense.

#### NEW BUSINESS

The Budget Hearing will be set up by the secretary and published in the PR Times for Tuesday, November 23, 2004 from 8 - 9 AM.

#### ENGINEERS REPORT

A Resolution was discussed by the board to annex Gordon and Wendy Cook into the district. This has been tabled until Doug Cash is notified and he will guide us on this issue.

There are still outstanding issues with ACI concerning aeration and we need to settle the financial issues.

A motion was made by Gene to approve Pay Request #12 and ACOE #4005, to RC Worst for retainage release. The motion was seconded by Carl Garrett and carried.

The truck bid was discussed by the board and the engineers.

Phase II RC Worst change order #10 to repair 3" force main and other items. A motion was made by Stuart to approve CO#10 for

COOLIN SEWER DISTRICT  
Page 3/11-2-04

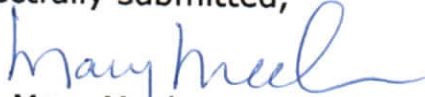
#12,252.94 ACOE#4005. The motion was seconded by Gene and carried.

A motion was made by Gene to pay IDEQ #56 RC Worst #12 for \$66,975.66. The motion was seconded by Carl and carried.

A motion was made by Carl to pay Inland NW Consultants IDEQ#55 for \$18,252.00. The motion was seconded by Gene and carried.

No further business was brought before the board and a motion was made by Carl to adjourn at 11:20 AM. Motion seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
October 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, October 5, 2004. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Inland NW Engineer, Joel Petty.

A motion was made by Gene to approve the minutes of the of the previous meetings with revisions noted, payment of bills (including The Woods, Chris Warren and ICRMP, RC Worst) and the Treasurer's Report. The motion was seconded by Carl and carried.

NEW BUSINESS

A sewer service application was received from Garry Gfeler and a motion was made by Carl to approve the application and hookup fee. The motion was seconded by Gene and carried.

Gordon and Wendy Cook would like to be annexed into the district and the secretary did write them and explained the procedure for annexation. However, the office has received nothing from them. Chris Warren asks that we preapprove annexing the Cook's into the district. A motion was made by Carl Garrett to preapprove the Cook's for annexing into the district. The motion was seconded by Gene and carried.

A letter was received from Alan and Sandy Lieske wanting the district to remove their new pump and tank because they were installed where they wanted to build a garage. Ken Worst stated that Allen was there for most of the project and Alan never said a word to him about relocating the tank. The board decided that since Mr. Lieske never said a word to Ken about the tank that Mr. Lieske will be responsible for the expense of moving his tank and pump. The secretary will write Mr. Lieske informing him of the board's decision.

A letter received from Jim and Lorna Gleason who have a lot adjacent to Maloney's, they inquired that when they inherited the lot it was due a complete job by the district since they paid the original hookup fee back in 1973. The board stated that they will honor the job, and informed the secretary to write them as soon as possible to come up within the next 10 days to have the job completed since the upgrade was going to be finished soon. The secretary will write them and call them by phone of the board's decision.

OLD BUSINESS

Chris Warren discussed that where the IDL is going to put trailers off of Icehouse Road that the Idaho Dept. of Lands will need to extend the main at approximately 700 feet at 5 feet deep. He directed the secretary to put the bids out to Kevin Storro, Storro Bros. Excavating and Priest Lake Excavating for the job. Also, Chris will inform Ron King that the main will be extended and what the cost is to the IDL.

Chris Warren stated that we need to change out impellers and approximately 100 grinder pumps.

Lot consolidation was discussed and since we still did not receive many back after three mailings. We need a detail as to why they wanted and prove to us why they should be consolidated. Joel will talk with Dana our bond counsel on the consolidation. The secretary will go through the received lot consolidation forms and sort them to the criteria of lot consolidation and non-consolidation.

MAINTENANCE REPORT

Gene Nett suggested that Chris Morris flush the mains on a schedule basis. The board stated that there is a schedule basis which is every spring.

Keenan's situation was discussed and Joel will go down there and assess the situation. Joel did state that he met with Loel Fenwick regarding the riser situation by the hanger.

A motion was made by Carl Garrett to pay Mr. Thomas Ronan \$500.00 for the use of his property during the upgrade. The motion was seconded by Stuart and carried.

A pipe locator was approve for accelerated payment to be reimbursed by the Army Corp of Engineers. A motion was made by Carl to pay Global Trans. \$2,228.88 for the pipe locator. The motion was seconded by Gene and carried.

Joel stated that ACI has paid Bonner County for repairing roadwork in Phase I.

RC Worst update and change order #8 and #9 was discussed. A motion was made by Gene to approve CO #8 to convert Woods to gravity main. The motion was seconded by Stuart and carried. Carl Garrett abstained from voting.

A motion was made by Carl to approve CO#9 to RC Worst for \$18,801.24. The motion was seconded by Gene and carried.

IDEQ #54 and RC Worst pay request #11 for \$51,727.27 was discussed and a motion was made by Stuart to approve IDEQ #43 to RC Worst for payment. The motion was seconded by Gene and carried.

Reimburse of IDEQ#54 includes ACOE match of \$64,054.28. A motion was made by Carl to approve the ACOE match of IDEQ#43 for \$64,054.28 with a change reflecting the metal detector for the IDEQ portion as modified. The motion was seconded by Stuart and carried.

Inland NW Consultants IDEQ#53 INC pay request #34 for \$28,071.00 was discussed and a motion was made by Carl to approve the pay request. The motion was seconded by Stuart and carried.

ACOE#4004 for \$219,483.91 to RC Worst was discussed and a motion was made by Gene to approve ACOE#4004. The motion was seconded by Stuart and carried.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:40 AM. The motion was seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
September 7, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, September 7, 2004 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were Coolin Sewer District patrons, Greg Peterson and Mel Fay also in attendance was Floyd Link. Inland NW Consultants Joel Petty was also present. Not present was director, Gene Nett.

Chris Warren called the meeting to order at 8:10 AM. Mr. Link came to the meeting because he wanted to know why Ardy's Restaurant was not hooked up. Chris Warren explained that they are not within the boundaries of the district.

Mel Fay attended the meeting beforehand and wanted to know how much it would take to move his septic tank because he wants to build an addition. Chris Warren stated that he will send Ken Worst to meet with Mr. Fay and let him assess the situation.

Greg Peterson came to discuss with Chris Warren how they are and where they are going to install the septic tank.

OLD BUSINESS

The directors discussed the pending lawsuit with TML. The secretary sent all information and the claim to the district's attorney, John Finney for review and rebuttal.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Stuart and carried.

Three sewer service applications were reviewed by the board. A motion was made by Carl to accept the applications for Goffinet, Ortega and Kovats. The motion was seconded by Stuart and carried.

A motion was made by Stuart to pay our state revolving loan down to Idaho Div. of Environmental Quality in the amount of \$823,935.00 The motion was seconded by Carl and carried. The secretary will write the check out and send it by overnight mail.

### MAINTENANCE REPORT

Chris Morris stated that Loel Fenwick refuses to have the risers on his septic tank at the hanger because he drives his plane in and they will damage the plane. Chris Warren asked the board for advice on how to handle this. Joel Petty stated that he will take care of writing Mr. Fenwick a letter after he assesses the situation.

Keenan is having problems with backup and they are blaming it on the new upgrade. Again, Joel will take care of it.

Joel stated that we have applied to the ACOE (Army Corp of Engineers) for accelerated funding and Chris Warren has signed all paperwork and faxed it back to Seattle.

~~Joel stated that we have applied to the ACOE (Army Corp of Engineers) for accelerated funding and Chris Warren has signed all paperwork and faxed it back to Seattle.~~  
~~Joel is currently working on the tank through the manufacturer. Keenan~~  
~~Joel will work with the manufacturer to find a better way to service without~~  
~~overhead.~~

Joel stated that he is working with ACI on getting the last of their punch list done.

A motion was made Stuart to accept RC Worst change order #7 for \$33,555.13. The motion was seconded by Carl and carried. This change order is covered by ACOE funding.

TML leak test update will be found out today. Joel stated that they will have to comply with IDEQ rules and regulations.

RC Worst Pay Estimate #10 the IDEQ #52 portion for \$7398.46. The total of IDEQ #52 is 51,096.84 which includes the ACOE match. A motion was made by Stuart to approve IDEQ#52. The motion was seconded by Carl and carried.

Coolin Sewer District  
Page 3/Sept. 7, 2004

Inland NW Consultants IDEQ #51 for \$17,891.00 with \$13,563.50 is IDEQ funding with \$4327.50 ACOE match. The motion was made by Carl to approve IDEQ #51. Motion was seconded by Stuart and carried.

ACOE #4003 for a total of \$250,437.06 was submitted and a motion was made by Carl to approve ACOE #4003. The motion was seconded by Stuart and carried.

A motion to accept pay request #3 for RC Worst in the amount of \$48,025.88 was made by Carl. The motion was seconded by Stuart and carried.

Joel stated that we need to have another meeting this month. The secretary suggested that since she will be out of town on the 15-19<sup>th</sup> that it be held on Monday, September 13 at 8 AM. All board members were in agreement.

No further business was brought before the board and a motion was made by Carl to adjourn at 10:50 AM. Motion seconded by Stuart and carried.

Respectfully submitted



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



Coolin Sewer District  
Special Board Meeting  
August 24, 2004

The Board of Directors of the Coolin Sewer District met on Tuesday, August 24, 2004 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Joel Petty from Inland NW Consultants and an ACI Representative.

Joel stated that a change order is need for the liner at the lagoon ACI did not put sand in the bedding. The board needs to come up with an amount for the change order and in contract wording. A motion was made by Carl to have a zero out in Change Order #18 for ACI. The motion was seconded by Stuart and carried.

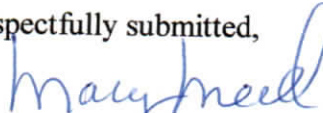
Pay Request #13 to ACI for \$56,182.44 which is a partial release with Coolin Sewer District holding back \$28K until all paperwork is completed properly by ACI. A motion was made by Carl to pay ACI \$56,182.44. Motion was seconded by Stuart and carried.

ACI needs to install a "T" on lift station #2 pipe and will cost \$300.00. INWC has requested that it be done and it will be part of a change order.

It was brought before the board's attention that director, Bud Justice resigned as director on the Coolin Sewer District board on 8-4-04.

No further business was brought before the board and a motion was made by Stuart to adjourn at 8:40 AM. Seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

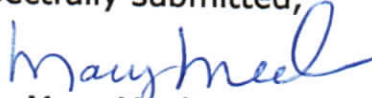
COOLIN SEWER DISTRICT  
Special Meeting  
September 13, 2004

Directors of the Coolin Sewer District met on Monday, September 13, 2004 at the request of Inland NW Consultants. Those present were: Chris Warren, Carl Garrett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek.

Chris Warren stated that Inland NW Consultants will be late because of incomplete work. The secretary finally called INWC at 10 AM and they still had not left, but that Joel would be on his way soon. The directors had other jobs to attend and left the meeting. Joel showed up at 10:45 a.m.

No other business was discussed since a quorum was not present at this time.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

+

Coolin Sewer District  
August 3, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, August 3, 2004. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present at the meeting were Inland NW consultant engineer, Joel Petty and Coolin Sewer District patrons, Gary Lammers and Linda Brisbois.

Chris Warren called the meeting to order at 8 AM. Gary Lammers came to the meeting to state that just prior to the upgrade process he had his driveway done with asphalt emulsion and that during the upgrade it was destroyed. He stated that the asphalt emulsion cost approximately \$400.00 and wanted the district to reimburse him ½ the amount which is \$200.00. A motion was made by Gene to reimburse Mr. Lammers \$200.00. The motion was seconded by Bud and carried. The motion was opposed by Stuart Wagner.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

OLD BUSINESS

Linda Brisbois came to the meeting to request her septic tank be moved because they can do no further addition or expansion on their lot. Joel Petty stated to Ms. Brisbois that Hershall Walker an inspector working for Inland NW Consultants will come down and meet her and then bring his findings back to Joel.

The new IDL hookup on Icehouse Road was discussed and Joel stated he will check it out and then meet with Ron King of the IDL. A motion was made by Gene to approve the hookup fee from the IDL. The motion was seconded by Bud and carried.

Two new policies from ICRMP were reviewed by the board. The board suggested that we chose the split limit policy. A motion was made by Bud to accept the split limit policy. Motion seconded by Carl and carried.

A variance for Ron Sandstrom was received and the board has no problems with it. The secretary will file the variance in the patron's file.

The board discussed ordering another credit card for the Chairman, Chris Warren. So if something comes up when the secretary is gone, business can be taken care of. The board is in agreement of ordering another card.

Joel stated that there were problems with TML on the pressure test. Chris Warren suggested that Ken Worst to do the pressure test. Joel stated that he will send Brian Peterson a list of what needs to be done so that Brian can be paid. A motion was made by Gene to pay RC Worst bill from the last disbursement from the ACOE.

A letter was sent from the district to ACI, Inland NW Consultants and John Tindall of IDEQ. The letter was putting ACI on notice to complete their end of the project. ACI will be done today and fix all that was on the punch list. Chris Warren stated that we need to vote today to pay ACI and then distribute the check when the work is done.

A motion was made by Carl Garrett to approve the 2004 Delinquent Resolution. The motion was seconded by Bud and carried.

It was brought to the attention of the board that the Fire District and Gordon Cook want to annex their property into the district and what to do. The board directed Chris to tell them to send a letter petitioning for annexation and the property description of they want annexed.

Dennis Ballo came into the meeting to discuss that Stutzman has Casper's tank on his property. Joel and Chris Warren will go down and check it out.

Dwayne Paul's letter was brought before the board in it that he wants reimbursement for gravel that he bought and laid on his driveway. Ken Worst stated that he did bring a load of sand for coverage of the septic tank and a load of gravel for his driveway and that Mr. Paul never said anything to him at that time. The board directed the secretary to write Mr. Paul stating we are denying him reimbursement because Mr. Paul should have contacted the district sooner and that Ken did uphold his commitment.

#### ENGINEER'S REPORT

Ken stated that he has completed 350 tanks to date. The Coolin Sewer District board and Inland NW Consultants will need to get with TML and negotiate them to finish up their project.

At the Woods, Inc. there is going to be a gravity system installed of installing 7 pump and septic tanks. A motion was made by Bud to approve Engineering Amendment #6. The motion was seconded by Stuart and carried. Carl Garrett abstained. RC Worst pay estimate #9 or IDEQ #48 was discussed and a motion was made by Bud to pay RC Worst \$59,621.58. Motion seconded by Gene and carried.

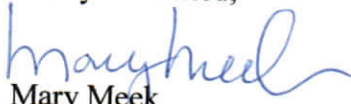
Coolin Sewer District  
Page 3/August 3, 2004

INWC#49 INWC pay request #32 was discussed and a motion was made by Bud to approve payment to INWC for \$16,689.79. Motion was seconded by Gene and carried.

A motion was made by Bud to approve Invoice #4002 by the ACOE for \$113,752.21. RC Worst to receive \$102,079.06 and INC to receive \$11,673.15. The motion was seconded by Carl and carried.

No further business was brought before the board and a motion was made by Stuart to adjourn at 11:35 a.m. Motion seconded by Carl and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

Coolin Sewer District  
July 6, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, July 6, 2004 at 7:50 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were: Coolin Sewer District patrons; Marilyn Savage and Chuck Thomas, Inland NW Consultants, Doug Cash and Joel Petty. Chris Warren called the meeting to order at 8 AM.

A motion was made by Stuart to pay the bills, approve the minutes of the previous meeting and the Treasurer's Report. Motion was seconded by Carl and carried.

NEW BUSINESS

Marilyn Savage came to the meeting to discuss some issues regarding an installation of a mobile home on one of her lots. She asked if she would be charged a hookup fee and could she connect the mobile home to the little cabin (previously owned by Marie Cliff). Bud stated that the board needs to find out and establish the standards for this situation. The board did state that it was no problem for her to hookup, that they need time to go out and look over the situation and then get back to her by written reply. The board also discussed installing another tank on the Cliff property.

Chuck Thomas came to the meeting requesting that they hydro seed where the ramp at his residence because his wife is disabled and in a wheelchair and pebbles get stuck in the wheels and cause damage. The board agreed to hydro seed and Ken Worst will find the old septic and pump tank and fill it.

OLD BUSINESS

The vacant lot owners on Maiden Lane have requested the Kelly hump be removed so they can access their property. Joel stated that they will not remove the Kelly hump because it protects the ground where the lift station is located from erosion.

Chris Morris stated that someone drove over the shut off valve and broke it at Jim O'Neills. They suggested writing Mr. O'Neill and ask him to schedule a day for Ken Worst in conjunction with Cougar Creek Water Association to come and fix it.

Chris also stated that last Thursday Sam McEwan called and stated that old lift station #2 was overflowing. Chris went out and cleaned it up.

Mr. Corigliano has asked the sewer district to install his tank to its original spot. The board discussed his situation and Ken stated that the tank was located under his

bathhouse and did not want to damage the bathhouse and therefore, installed the new tank as close to the original position as he could. The Board directed the secretary to write Mr. Corigliano and state that if he wants it located in the original position, it will be at his expense.

Ms. Linda Brisbois called and left messages regarding her concerns that she would like her tank moved because of future expansion. It was also stated that their old septic tank was under the tool shed and the contractor did not want to damage the shed in the upgrading process. The board discussed this and again reiterated that they installed new tanks to the place of their existing system. The board directed the secretary to write Ms. Brisbois and state if she wants her tank removed it will be at her expense.

Chris Morris brought up that the Louik's have paid for three connections at the district but have a possible fourth residence out there that has not been paid for. Chris and Mary will look into the situation and get back to the board.

Gene Nett stated that we should put a deadline on the lot consolidation. The secretary stated that out of 550 letters sent in January of 2004 only 95 have been received back. The engineers and board suggested sending another newsletter along with the lot consolidation form and setting a July 28, 2004 deadline. The secretary will get with the county for labels and write the newsletter and send the mailing.

The secretary brought up the fact that the delinquent accounts deadline to the county is 8-1-04. She will send out the letters certified to the delinquent patrons informing them of the status of their account with a July 28, 2004 deadline bring their accounts up to date.

#### ENGINEER'S REPORT

Phase II June 10 Army Corp of Engineers will pay 2 payments both are about \$81k. This is to replace 6 septic tanks, 4 grinder and 1 effluent basin.

IDEQ #47 to RC Worst for \$81,107.55. A motion was made by Bud to approve RC Worst IDEQ #47. The motion was seconded by Gene and carried.

A motion was made by Gene Nett to approve RC Worst Army Corp of Engineers Request #1. Motion was seconded by ????? *Carl Garrett*

Phase I ACI has replaced all aerators and they need to replace transformer on the electric building and the roof needs to be repaired.

Coolin Sewer District  
July 6, 2004/Page 3

Change order #6 to RC Worst for 96 panels that Ken changed from A2 to S2. A motion was made by Bud to approve Change Order #6. Motion was seconded by Gene and carried.

Joel stated TML has leveled up the Air Release Valves. They did run a line test and they still need to be fitted. Chris Warren will get a hold of Brian Peterson of TML and sort out the issues.

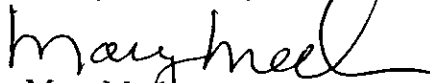
Engineering Amendment #5 which was included in IDEQ #46 was discussed and a motion was made by Carl to approve INWC Amendment #5. Discussion followed and Bud had some issues with INWC Adjustment of Hourly Rate Schedule that was in the disbursement package but not brought up by Doug or Joel. The issues were the rate increases in their hourly wage, gas and their medical among other items. Bud was adamantly opposed to it.

Pay request IDEQ #46 was revised. A motion was made by Gene to approve IDEQ #46 for \$16,472.85. Motion was seconded by Bud and carried.

A motion was made by Stuart to approve Kevin Storro's bid for Scranton Avenue and Paul Street. Motion was seconded by Gene and carried. The board directed for Mary to send Kevin by written reply of the board's decision.

No further business was brought before the board and a motion was made by Stuart to adjourn at 1 pm. Seconded by Carl and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District



Coolin Sewer District  
July 6, 2004  
Agenda

1. Marilyn Savage to attend to discuss her concerns.
2. Maiden Lane Lots
3. O'Neill situation
4. Sheehan
5. Sam & Dick McEwan
6. Jensen letter
7. Corigliano
8. Pay bills, minutes and Treasurer's Report
9. IDL Letter of rent increase
10. Sending delinquent letters
11. Engineer's Report and misc. letters from Joel to TML
12. *Look*

**COOLIN SEWER DISTRICT**

**June 1, 2004**

**Board Meeting**

Directors of the Coolin Sewer District met on Tuesday, June 1, 2004. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner, Bud Justice; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were Inland NW Consultants, Doug Cash and Joel Petty. Chris called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

**OLD BUSINESS**

There are some legitimate complaints from our patrons with regard to the upgrade. The Cadagan's have a big depression around the tank when it was installed. The board has directed the contractors to go back and fill the depression around the tank. The contractors will also need to look at Lake Shore Rd to Dave Johnson's or Hendrikson's.

Evidently there is problems with the lagoon. They are trying to pump one cell dry so that they can repair it.

**NEW BUSINESS**

A motion was made by Bud to approve Doug Cresswell's application. The motion was seconded by Carl and carried.

**ENGINEERS REPORT**

Joel stated that he is trying to get the \$900K STAG grant resolved. US Army Corp of Engineers is waiting for authorization to proceed.

Joel also stated that the county commissioners want an updated permit and he applied and is awaiting word.

There are still some issues with ACI. They want to get paid but have not finished some work associated with Phase I. ACI will have to finish their work before a certificate of completion is issued.

Joel stated that TML has not gotten back to him regarding the punch list given to Brian. The fittings are not at the proper grade and the ARV are dysfunctional. All the fittings need to be dug up and ARV checked.

Ken Worst stated that 252 replacements have been done to date. He stated that toward the end of the project, the district needs to give him some time to order the pumps.

A motion was made by Carl to pay RC Worst IDEQ #44 for \$126,005.34. The motion was seconded by Bud and carried. A motion was made by Gene for change order #5 for a pump installed at Ronan's for \$2,100.00. The motion was seconded by Stuart and carried.

A motion was made by Carl to approve IDEQ #45 to Inland NW Consultants \$19,264.13. The motion was seconded by Gene and carried. There was discussion that followed with the bill that we not be billed twice with ACI not getting their work done. Hershel stated that we should lock Lift station 2A. Inland NW will do an accounting on this issue and get back to the board.

A motion was made by Bud to approve payment for Invoice 2084 to Inland NW Consultants for \$3,161.51 for grant writing. The motion was seconded by Carl and carried.

A motion was made by Carl to approve Invoice M02112-08 and 09 for \$660.23 to Arete Engineers for Lift station 1 and 2 and the blower building. The motion was amended by Carl to approve pay estimate IDEQ#45 to include M02112-08 and M02112-09. The motion was seconded by Bud and carried.

#### MAINTENANCE REPORT

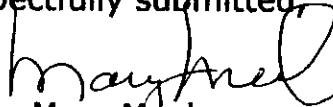
Chris Morris stated that on Mother's Day Lift station 2 overflowed on McEwan Road. Brisbois and Corigliano want the pump tanks moved because they are not in the original place. The Brisbois cannot park their boat trailer. The Board stated that Brisbois and Corigliano are the one who built over their tank.

COOLIN SEWER DISTRICT  
PAGE 3/June 1,2004

Chris stated that his cell phone was damaged beyond repair. The board stated for him to go into Spokane and purchase another one.

No further business was brought before the board and a motion was made by Carl to adjourn the meeting at 10:45 am. Motion was seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

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## AGENDA

June 1, 2004

1. Pay bills, minutes and Treasurer's Report
2. emails from Winkler EPA funding; and patron Cadagan
3. Approve Cresswell application
4. Chris Morris - maintenance Brisbois & Corigliano and Cadagan
5. Engineers Report

Coolin Sewer District  
Board Meeting  
May 4, 2004

Directors of the Coolin Sewer District met on Tuesday, May 4, 2004. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present was Inland NW Consultants, Joel Petty, Greg Snow and Doug Cash. Not present was director, Bud Justice. Chris W. called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Carl and carried.

Change order #2 for TML on the pipeline for the road will be decided between TML and Inland NW Consultants for 1400 feet of pipe.

NEW BUSINESS

Scott Kine has requested that his new system be amortized as part of an assessment once the LID is established. The board stated that Mr. Kine had put his new system prior to the upgrade and therefore his bill stands as is. The Board directed the secretary to write to Mr. Kine informing him of their decision.

The Shobe variance sent by the county was discussed and no complaints from the board.

Two applications for sewer service were received and a motion was made by Gene to approve the Louik and Courteau applications. The motion was seconded by Carl and carried.

MAINTENANCE REPORT

Chris stated that there were overflow problems at lift station #2 and he has repaired the problem.

ENGINEER'S REPORT

Joel came to discuss that we have not received any STAG funding to date. There is issue with the Corp of Engineers money. In order to receive that money, we have to conduct a Bull Trout survey and submit it to the EPA.

Phase I, ACI still needs to do repair work on the Control Building roof. ACI's outstanding pay request #12 reflects aerators and roof. No certificate of substantial completion will be issued until the work is done.

RC Worst has replaced 48 systems in this 30 day period. A change order for a duplex lift station to be installed at The Wood's was discussed and a motion <sup>was</sup> made by Gene Nett to approve change order #3 to install the system at The Wood's. The motion was seconded by Stuart and carried.

TML did lift station potholing with John Tindall. Approximately 1400 fee will not be acceptable. TML and John Tindall will need to resolve the issue.

Pay requests were discussed and a motion was made by Gene Nett to approve IDEQ #42 to RC Worst for \$172,154.60. The motion was seconded by Stuart and carried.

IDEQ#43 was discussed and a motion was made by Gene to approve payment to Inland NW Consultants for 21,041.25. The motion was seconded by Stuart and carried.

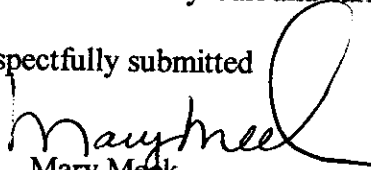
IDEQ #41 was discussed and a motion was made by Carl to pay ACI Construction \$21,240.81. The motion was seconded by Gene and carried.

A motion was made by Gene to approve Inland NW Consultants Invoice 2061 for \$4,360.00 for grant writing. The motion was seconded by Stuart and carried.

A motion was made by Stuart to authorize Chis Warren to sign TML Change Order #2. Motion was seconded by Gene and carried.

No further business was brought before the board and a motion was made by Stuart to adjourn at 10:15 AM. Motion seconded by Carl and carried.

Respectfully submitted



Mary Meek

Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
April 6, 2004

Directors of the Coolin Sewer District met on Tuesday, April 6, 2004. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris, secretary, Mary Meek. Also present were: Paul Storro, Ken Worst, and Inland NW Consultants, Joel Petty and Greg Snow. Not present were directors, Stuart Wagner. Chris Warren called the meeting to order at 8 AM.

A motion was made by Gene Nett to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

NEW BUSINESS

The district received a letter from Carolyn Deshler from Blue Diamond Marina inquiring about how she will be assessed on ER's. The board will have Mary write a letter to Ms. Deshler stating that our policy on ER's has not been formalized and is in the hands of the bond counsel, Wetzel & Wetzel.

Dave Bobbit came to the meeting to discuss that he has 3 tanks on his property. He stated that he started with 1 tank and now has 3 tanks. Chris Warren stated that they were in the original location. Dave has requested that two tanks be moved ~~back on to their~~ *off his property,* property. The board approved and will move the 2 tanks off his property.

A motion was made by Gene to approve Mr. Pryor's application. Motion was seconded by Carl Garrett and carried.

A motion was made by Gene to approve Mr. & Mrs. Wendlandt's application. Motion was seconded by Bud and carried.

OLD BUSINESS

The water is out at the district's building. Ken Worst will come and get the water back on. It was discussed installing a new pressure tank and bring it back to the shop instead of where it currently is.



MAINTENANCE REPORT

Chris stated his concern that when he went out to the lagoon it was open and the moose were in and out. He wanted to lock up the lagoon as to keep the animals out. Chris Warren stated that we can't do that because it still is under ACI's control.

It was discussed of what to do when patrons have upgraded their systems to our new sewer system standards and how would that, if it would effect the amount of the LID. Currently, Bobbit, Papesch and Dave Johnson have these systems. Chris Warren stated that it is in the hands of Inland NW Consultants and they will be responsible for telling them what will be done. Chris did suggest that an adjustment be made on their accounts per the LID. Lance Martin situation was also discussed and INWC will take care of it.

Chris Warren stated that the district send out a bid of a per foot price for 3" pressure main, approximately 300 feet. The bids will be sent to Storro Bros. Excavating, Kevin Storro Excavating and Priest Lake Excavation.

The 2003 Financial Audit was discussed and a motion was made by Bud to accept the 02-03 Audit. The motion was seconded by Gene and carried.

ENGINEERS REPORT

INWC talked with Boise last week about the award documents and Greg Snow stated that we will get notice of award sometime this week. Greg stated that the environmental person wants to come and tour the district. We are looking at receiving \$540K.

A contractor working on the Reilly residence has told Ken and Chris not to go on their property and upgrade their tank. Joel Petty stated that we table it now and he will take care of it later.

A motion was made by Bud to approve INWC Invoice #2009. The motion was seconded by Gene and carried.

Ken Worst stated that they have completed approximately 198 systems.

Lift Station 1, 2 and 3 will require more piping. Approximately 500 feet of extra pipe for LS2 and change from 4" to 6" PVC.

Paul Storro stated that a change order is needed to top soil.

A motion was made by Gene to approve IDEQ disb. #40 to RC Worst for \$165,125.87. The motion was seconded by Carl Garrett and carried.

Ken brought up again the situation he is encountering with angry patrons during the upgrade process. He asked Joel two months back to write letters to the patrons informing them that they will be there to do the upgrade. Ken has been encountering angry patrons and would like help to relieve the situation. Joel stated that he would take care of it.

A motion was made by Bud to approve and upgrade 3 sites, Blue Diamond Marina, Cavanaugh Bay Marina and Bishop's Resort to duplex systems. The motion was seconded by Gene and carried.

A motion was made by Gene to approve INWC pay est. #28, IDEQ pay disb. #38 for \$24,158.07. The motion was seconded by Bud and carried.

A motion was made by Gene to approve IDEQ #39 to TML for \$7,838.64, pay 100 percent of change order #1. Lift station pipe on site is done. The motion was seconded by Bud and carried.

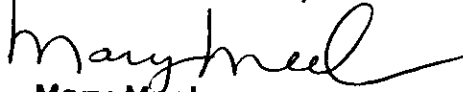
Joel stated that on March 17, he issued a Certificate of Substantial Completion to TML. A motion was made by Gene to approve the CSC for TML. The motion was seconded by Bud and carried.

Coolin Sewer District  
Page 4/April 4, 2004

ACI has not received a CSC because they are not going to do the work. A motion was made by Carl to approve a deductive change order for \$33,752.00 for ACI for not completing their work. The motion was seconded by Gene and carried.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:30 AM. Motion seconded by Bud and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

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Coolin Sewer District  
March 2, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, March 2, 2004. Those present were: Chris Warren, Stuart Wagner, Bud Justice, ~~Stuart Wagner~~; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present was Jessica Winkler from the U.S. Army Corps of Engineers; Inland NW Consultants, Doug Cash and Joel Petty. Ken Worst and Paul Storro were also present. Not present was director, Carl Garrett. *Gene Nett*

Chris Warren called the meeting to order at 8 AM. Ms. Winkler came to the meeting to discuss how the district can receive its grant monies. She stated that we need to reinvent the wheel somewhat in providing more documentation and submitting it to the Corps. We asked if we could be reimbursed for the construction on Phase II. She stated that we need a project cooperation agreement with some documentation. It sounded promising that we may receive the monies, but not guaranteed to cover all construction that has been completed on Phase II. Inland NW Consultants will work directly in getting the necessary documentation to submit to Ms. Winkler.

A motion was made by Bud to approve IDEQ disbursement #37 to RC Worst for \$204,599.11. The motion was seconded by Stuart and carried.

Paul and Ken discussed the trouble they were running into with angry patrons on the way the project and septic replacement is being done. Ken discussed that we need to have better coordination with the patrons. Joel stated that he would take care of it so that the project can run more efficiently. Paul discussed that road restrictions are on and that he would still like to work if it can be worked out. Joel stated that he would work on it. Joel will need to receive permission from the IDL and talk with the county and Paul may have to haul ½ load during the day and full loads during restricted hours.

It was brought up by Stuart Wanger how INWC got 161 inspections completed in 18 working days. Joel stated that he would go back to the office and find it.

A motion was made by Bud to approve IDEQ disbursement #36 to INWC for \$17,449.89. The motion was seconded by Stuart and carried.

A motion was made by Stuart to approve the Leppert application. The motion was seconded by Bud and carried.

A variance received from Kovats was discussed by the board and this variance will include a hookup to the district. A motion was made by Bud to approve the variance. The motion was seconded by Stuart and carried.

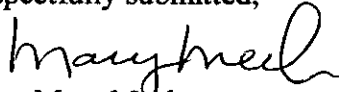
Lift station 2A construction was discussed. No pay requests to TML until conditions are met.

The grant needs to be formalized and signed by Chris Warren before it is sent.

Steve Coffey a patron on the district showed up at the meeting to complain about the job of replacing the tank and the way they broke the lock to the entrance of his property. Chris Warren suggested that we buy a new lock. Also he would like the sand removed and replaced with new sand and the gate welded up. The board was in agreement with Mr. Coffey's requests and will have this done ASAP. Mr. Coffey then left the meeting.

No further business was brought before the board and a motion was made by Stuart to adjourn at 11:15 am. Seconded by all and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
Board Meeting  
February 3, 2004

Directors of the Coolin Sewer District met on Tuesday, February 3, 2004 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris; and secretary, Mary Meek. Not present was director, Bud Justice. A request was made from the Chairman to go into executive session. A roll call vote was taken for executive session. Carl Garrett voted yes, Gene Nett voted yes and Stuart Wagner voted yes. A motion as made by Carl Garrett to return to regular session. The motion was seconded by Gene and carried. A motion was made by Carl Garrett to retain Inland Northwest Consultants. The motion was seconded by Stuart and carried. Chris Warren made a formal apology to Joel Petty, engineer from Inland NW Consultants.

Joel discussed the abandonment of Lift station 1, 2 and 3 also that 1 and 2A could be on line within the next 30 days. We will renegotiate with ACI for work not completed by them.

The STAG funding was discussed and we have applied for \$1.9 million. There may be a problem with receiving the funding because now the funding is in the hands of the Corp of Engineers. Some issues have arisen that the funding may be reallocated to Bonners Ferry due to the fire last summer that destroyed their watershed. There is some issues also we may not be able to receive reimbursement for work already done. There may be more red tape to go through to get the funding. It was suggested that patron, Dave Johnson could be of enormous help in getting letters out to our state legislators requesting that the district receive the full amount of funding and retro to Phase II. The powers that be stated that the Coolin Sewer District is a line item in the bill back in Washington, DC, now they are saying we are not. We will suffer because of the timelines.

A motion was made by Carl Garret to approve IDEQ pay disbursement #34 to RC Worst for \$83,028.29. The motion was seconded by Stuart and carried.

TML, Brian Peterson stated that the disbursement is less than what he billed. Doug Cash and Joel Petty stated that it goes by the contract guidelines and per the contract the road is not at 95% compaction. Therefore, that is deducted from the pay disbursement #34 until the compaction is met. Joel also discussed that we wait until after spring breakup to do the potholing and then complete the road compaction. They will isolate the zones.

Coolin Sewer District  
February 3, 2003/Page 2

Discussion followed for pay request #4 (IDEQ #34) to TML for \$63,907.02. Brian stated that he would like to submit TML change order #2 for \$106k and change order #3 for the surplus of \$9k to TML. Inland NW Consultants and the Coolin Sewer District will not sign change order #2 until it is modified. No payment will be ~~done~~ until the work is <sup>made</sup> done.

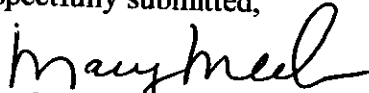
Discussion following with physically connecting lift station 1 to 2A and pressure tested. Coolin Sewer District will fund for the extra effort on the off chance funding does not come through.

A motion was made by Carl to approve Inland NW Consultants Inv.#2000 IDEQ pay disbursement #34 for \$16,076.93. The motion was seconded by Stuart and carried on condition that Inland provides the proper paperwork be submitted to the Board.

Inland NW Consultants brought up amendment #4 authorization for additional services. Evidently, RC Worst worked an extra 30 days, therefore INWC had to work more so that is the reason for amendment #4. A motion was made by Gene to approve amendment #4. Motion was seconded by Carl and carried. INWC and RC Worst and TML left the meeting at 12:10 p.m.

A motion was made by Carl to pay the bills, approve the minutes of the previous meeting and Treasurer's Report. Motion was seconded by Gene and carried. No further business was brought before the board and a motion was made by Carl to adjourn at 12:15 p.m. Seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
January 6, 2004  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, January 6, 2004 at 8 AM. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was: TML engineers, Brian Peterson, Don Peterson, Ken Worst from RC Worst; Paul Storro from Storro Bros. Excavating; Dan Brower from Bonner County Road Department. Joel Petty from Inland NW Consultants arrived at the meeting at 8:30 AM. Chris Warren called the meeting to order at 8 AM.

A motion was made by Gene to pay the bills, approve the minutes of the previous meeting and the Treasurer's Report. The motion was seconded by Bud and carried.

Chris Warren stated continued problems with INWC engineer Joel Petty. First of all, he had a hand in shutting down the project until road compaction is at 95%. He then dropped the ball informing patrons in the December 03 Newsletter of the electrical problems we are having with the pumps being connected to the electrical panels in the residence because most homes are locked up. The board will direct the Joel to write another newsletter stating that the district is having problems with hooking the pumps to the residences electrical panels because most residences are locked up and that they need to contact the office maintenance personnel, Chris Morris to make arrangements for him to get into their residences so they can complete the work. If the patrons don't do this they will be without sewer service.

When ~~TML and~~ RC Worst <sup>was</sup> were replacing the septic tanks for Dwayne Paul in Cavanaugh Bay they couldn't find his septic tank and pump. They proceeded to look for it and the screened porch was open and in there was a trap door on the floor for which the pump and septic was. The Board directed the secretary to write a certified letter to Mr. Paul stating that the Coolin Sewer District disavows any ownership of the septic and pump tank that is under his house. Also, Mr. Paul will incur the cost for replumbing to the new pump and tank. Board policy sent out to customers in 1992 explained that any pump or septic tank under any existing structures will be the owners



responsibility to move at their expense. Also, if the cost of the electrical service is too high, it could be incurred on the LID, but the Board will have to check with Wetzel & Wetzel the district's bond counsel before approving.

Joel Petty came to the meeting to discuss INWC agenda. He will provide the secretary a copy of the tax rolls so she can mail out the information letter to the patrons regarding the electrical situation. The secretary also brought up the fact that we should also send out the lot consolidation guidelines and forms, since the patrons currently on the district were the only ones to receive the information. The board agreed and the secretary will await backup copy of the current tax rolls for mailing.

Paul Storro brought up the well locates. The board directed Chris Morris to help locate the water wells. The secretary brought up the fact that you can get well reports through the Idaho Dept. of Water Resources. Joel Petty suggested asking patrons in the newsletter to send in a locate of their wells.

Joel Petty discussed Phase I and stated there will be no request for substantial completion from ACI and would like the board and the engineer to sign off. Carl stated that he will not sign off until the work is done correctly by ACI as per the contract.

Dan Brower from the County Road Department came to the meeting because he had sent a fax shutting down the project until TML has met the road requirement of 95% compaction as per Inland NW Consultants contract and as per meeting that Joel Petty had with the road department. Joel stated that he had concerns per the liability issue of the contract document regarding the pipeline. He had potholed and had tests conducted and the compaction was below 95%, which is what is needed for contract compliance. Joel then presented photos of the construction site on Bayview Blvd. Brian Peterson discussed the sewer main between lift 1A and 2 and the process of which it is done with compaction of the trench and pipe bedding. He also stated that All West came up two times 12-20-03 and 12-20-03 to conduct nuke tests. The tests were standard and

## COOLIN SEWER DISTRICT

Page 3/January 6, 2004

modified proctor and they ranged from the lowest at 77% to over 90%. Every board member feels the road is of suitable compaction per All West tests and wants to let TML proceed with the project. Brian also stated that he showed Joel the test results and Joel said nothing to indicate a shutdown of the project. Joel stated the only way to proceed with the project is through a change order. He stands firm that the road meet the 95% compaction and will not give the go ahead to continue with the project until it is done. Bud Justice asked Joel to have a common sense approach to this and which test modified or standard was stipulated in the contract. Gene Nett then asked if he could speak. He then told Joel that he was taking advantage of the district and causing the district patrons a lot of extra money for work that is not necessary. He also told Joel that he did not trust him and that he is not doing a good job. Joel became upset and stated that he is just doing the district his best job but if the board did not see it that way that he stated he quit. He gathered up his items stated that he was not the person for this project, quit and left the meeting. The board continued discussion and Don Peterson stated that he is a patron of the district and an engineer and agrees with the letter from Shawn of All West regarding that further compaction is a total waste of the patron's money. Dan stated that he would take the test results from All West and discuss it with his supervisor about what TML is doing is satisfactory and come back hopefully with an ok to proceed. Don also brought up the fact that the Coolin Sewer District is the one in charge of directing TML not Inland NW Consultants whether they can proceed or not. Chris Morris then left the meeting.

The Board went on to take care of the pay requests for TML, RC Worst and Inland NW Consultants. IDEQ disbursement #32 to TML for \$108,000.00 minus the \$60,000.00 the district honored and paid them until the disbursement was signed by the engineer was discussed. TML discussed change order #2 and the board approved it. A motion was made by Gene to approve TML Change Order #2. The motion was seconded by Stuart and carried. An application for payment to TML #3 for \$108,260.10 was discussed and a motion was made by Gene to approve it. The motion was seconded by Stuart and carried.

Dan from Bonner County Road Dept. came back to the meeting and stated his supervisor has given approval to proceed with the project. However, in lieu of potential problems that may arise in the

COOLIN SEWER DISTRICT

Page 4/January 6, 2004

spring in the back part of the 4000 feet of road that the district write a letter stating if anything goes wrong that we will fix the road. Dan also stated that an invoice from the county for road work done for the district will be submitted for payment. The Board approves and abides by the decision. RC Worst wants to change contract to all S-2's with a cost difference of \$72 each. Adjusting Change Order #1 as noted from RC Worst a motion was made by Gene to approve it. Motion was seconded by Stuart and carried. Pay request #2 from RC Worst is for \$137,391.77. A motion was made by Stuart to approve Pay Request #2 to RC Worst for \$137,391.77. Motion was seconded by Gene and carried.

The Inland NW Consultants bill was discussed and the board wants to know why 121.5 hours at \$95.00 was done surveying for the period of November 27 to December 26, 03. A motion was made by Carl to pay Inland NW Consultants \$25,488.75 upon clarification of the 121.5 hours of work in question. Motion was seconded by Gene, under protest by Stuart but carried. No further business was discussed regarding TML and RC Worst and Brian, Don, Ken and Paul left the meeting at 12:30 p.m.

A motion was made by Stuart to pay the employees \$300.00 each for their yearly bonus. The motion was seconded by Carl, opposed by Gene and carried.

The secretary has reimbursed the board members for retirement taken out of their check. She will also call PERSI and inquire about voluntary 401K contributions by board members.

A motion was made by Carl to increase the director's wages to \$50 per meeting retroactive January 1, 2003. The motion was seconded by Stuart and carried.

A motion was made by Carl to accept Joel Petty's resignation. The motion was seconded by Stuart and carried.

No further business was discussed and a motion was made by Gene to adjourn at 12:40 p.m. Seconded by Carl and carried.

Respectfully submitted,

**COOLIN SEWER DISTRICT  
Board Meeting  
December 9, 2003**

Directors of the Coolin Sewer District met on Tuesday, December 9, 2003 at 8 AM. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner and engineer, Joel Petty. Not present was secretary, Mary Meek;

Chris called the meeting order at 8 AM. A motion was made by Carl to change order #2 for TML in the amount of \$106,245.00. Motion was seconded by Gene and carried.

A motion was made by Gene to approve pay request #2 to TML for \$50,336.07. Motion was seconded by Carl and carried.

On 12-17-03 a canvass vote was taken by each director to pay TML \$60k as partial payment for pay request #2. This was approved by all members with a motion made by Stuart and seconded by Gene and carried.

No further business was discussed and a motion was made by Gene to adjourn at 9:33 am. Seconded by Carl and carried.

Submitted by,

Stuart Wagner  
Director  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
December 2, 2003

Directors of the Coolin Sewer District met on Tuesday, December 2, 2003 at 8 AM. Those present: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. A motion was made by Carl Garrett to end the executive session. Seconded by Gene and carried. In attendance were: Brian Peterson from TML Construction and Ken Worst from RC Worst. Also, in attendance at a later time were: Doug Cash, Joel Petty and Patricia Neuman from Inland Northwest Consultants.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. Motion was seconded by Stuart and carried.

OLD BUSINESS

Chris Warren stated that there have been issues arising with the new engineer, Joel Petty and the project upgrade. Chris Warren stated that Mr. Petty has been changing the district's plan and threatening to shut down the contractors unless they proceed and complete the upgrade his way. Also that Mr. Petty has directed RC Worst to bury the pump tanks at the lagoon, but John Tindall from IDEQ does not want the district to proceed with that. John has requested that every free standing tank can be filled with gravel or sand.

Doug Cash, Joel Petty and Patricia Newman arrived at the meeting at 8:45 am. Joel discussed that Lift Station 2A project status be put on hold until the pumps arrive. Also need a change order for the road pipe. Mr. Petty would like to discuss design impact change order for cost. All drains need to be installed to help impact water quality. The Board stated that they want to delete drainage cleanout. A motion was made by Gene Nett to delete drainage cleanout. The motion was seconded by Bud and carried. The Board stated that they would like ARV up the side of the road, and have carbon filter on each one to reduce odor. There is conflict with Inland NW Consultants and TML. Inland NW Consultants want TLM to stop the project until they know under what conditions to proceed with the project. Chris Warren asked if the Coolin Sewer District would like to go down the side of the

road. The board agreed with Chris' suggestion of going down the side of the road, but Joel did not. Joel had a different plan which the board has not seen. Joel came up on Friday with the plans and gave them to TML but not any member of the board. With the changed set of plans from Mr. Petty it is looking like the project will cost approximately \$30k more. Chris Warren stated that we have enough from TML to go ahead and we have a verbal from John Tindall and an ok to proceed with the project. Coolin Sewer District is pushing to finish the STEP project because no patrons are up here and it is the most opportune time to do it. The board also agreed that no check valves at the lift stations because they are too expensive and they won't work. Joel stated that they are liability issues with the district's decision to go ahead with the project. Again, the board reiterated that they want TML to continue on with sewer line and project to keep everyone content even without a set of plans. Brian from TML has given us a price. A motion was made by Stuart to continue with installing the pipeline and to continue with the lift station interconnect. The motion was seconded by Bud and carried. Doug suggested submitting a deductive change order. Inland NW Consultants suggested another meeting for December 9<sup>th</sup> to approve TML pay request.

Inland NW brought up Addendum of work done beyond the scope of the original project for lift station 1A to 2A. A motion was made by Bud to approve Amendment #3 to Inland NW Consultant for \$11,600.00 for the work done beyond the scope of the original project. The motion was seconded by Carl and carried.

Ken Worst from RC Worst discussed that the 25 grinder pump stations are having electrical problems. Also disposal of existing tanks. They would like to have their pay request #1 submitted for payment. A motion was made by Stuart to approve RC Worst pay request #1 for \$110,312.60. The motion was seconded by Carl and carried.

IDEQ #32 to Inland NW Consultants for \$21,286.25, invoice # 1964 was discussed by the board and a motion was made by Bud to approve IDEQ #32. The motion was seconded by Stuart and carried.

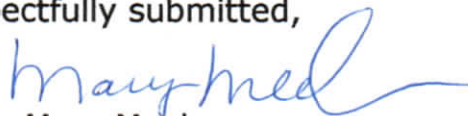
The rep from RC Worst discussed the electrical problems arising with the electrical panels. It was discussed that the motor controllers have to have a neutral, which means that RC Worst has to wire them to the electrical panel in the residences. The problem is that most residences are locked up, therefore, they can't hook it up and these patrons have no sewer service. It was discussed hooking them up without the alarms but all sewer pumps will have alarms per IDEQ. Joel discussed sending a letter out to the patrons explaining the situation and coming up with some options so we can get this job done.

The STAG funding for Phase II has been submitted by Dan Whiteing to the Appropriations Committee for the full amount of funding.

The problems arising with the Inland NW Consultants was discussed and Joel stated that he is bound by Standard General Conditions an oath which engineers take, duties and responsibilities, and that we are bound by the conditions of the contract. With the district proceeding in this way is a liability and he cannot approve it. Joel stated that Inland Northwest Consultant is the owner of our project. The board does not see it that way and that Inland NW Consultants should be working for us not against us. The board is in agreement to having its district representative be present at all meetings.

No further business was discussed and a motion was made by Carl to adjourn at 11:25 a.m. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Budget Hearing  
November 25, 2003

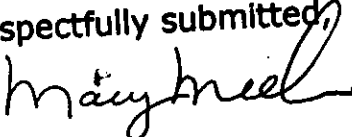
Directors of the Coolin Sewer District met on Tuesday, November 25, 2003 at 8 AM. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Chris Warren called the meeting to order at 8 AM.

OTHER BUSINESS

Chris Warren brought some issues before the board regarding Inland NW Consultants. Jim Paulson, the district's engineer has been let go by Inland NW Consultants. The new engineer, Joel Petty has taken over Jim's job and some issues have arisen. First of all, Joel shut down Storro Excavating in Cavanaugh Bay and Paul was extremely upset. There was also a change by Joel Petty regarding the mainline to be installed from lift 2A to lift 1, which then changed the bid from TML which originally was \$78k to over \$108K. Carl stated that the board had already approved TML's bid of \$78K, and we go with it. These problems with Mr. Petty are going to cost the district more money. The board stated that TML do their original work that was approved and not per Joel Petty. The board also suggested that a letter be written to Joel Petty at Inland NW Consultants putting them on notice that we are not happy with the pipeline issue and state that we would like to have pipeline installed as originally planned. Also stated in the letter is that we would like 6 ARV's to be installed as per Phase I and carbon filters at these sites. The board wanted Inland NW Consultants to know that no decisions as to any policies or work methods be decided upon without the Coolin Sewer District Board or our District's Representative approval, and that we would like a board member meeting be present at all construction meetings.

Gene Nett asked for an executive session. The board will discuss the following items with the maintenance supervisor, Chris Morris, following the executive session.

No further business was discussed and the board concurs with the budget for fiscal year 03-04. A motion was made by Carl to adjourn at 9:30 a.m. Motion was seconded by Stuart and carried.

Respectfully submitted,  




**COOLIN SEWER DISTRICT  
Board Meeting  
November 2003**

Directors of the Coolin Sewer District met on Tuesday, November 4, 2003 at 8 am. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett; maintenance, Chris Morris and secretary, Mary Meek. Also present were: Doug Cash and Jim Paulson from INWC. Not present was director, Stuart Wagner. Chris Warren called the meeting to order at 8 am.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

**OLD BUSINESS**

The letter from Sal Gangi and he is requesting to disconnect the one cabin and be charged 2 instead of 3 ER's. Chris Morris stated that years ago when he was doing work on that line, he noticed that there was a gravity line that was going to the main cabin's septic and pump tank. The board directed the secretary to write a certified letter to Mr. Gangi and state that he will need to have the disconnection of both lines excavated at his expense and the work to be inspected by maintenance, Chris Morris. They want to add that if in the future Mr. Gangi decides to hookup that there will be a \$2000.00 (or the current hookup fee at that time) fee plus service parts expense. The Board also requested for Mr. Gangi to remove all plumbing from the residence and that this will not have any effect of the end result of the LID assessment.

A letter with a check received from Lance Martin was discussed by the board. It seems Mr. Martin has revised the sewer district's service parts bill and sent us a check with revised amount. The board directed the secretary to write a certified letter to Mr. Martin and the letter the district sent him August 9, 2003, because the board feels Mr. Martin did not receive the letter which pertained to us holding his service parts bill until the board can settle the matter. The board also stated that the check Mr. Martin wrote be sent back to him until the situation is settled.

New Business

Carl questioned whether the RC Worst on Wickstrom (aka Gary Smith) with having his tank replacement and will that fall under the LID.

A variance received from the county for Kovats was discussed and the board is in agreement with the variance and the secretary will file it away.

Engineer's Report

Doug and Jim came to the meeting and discussed that lift station 2A is almost buried and plumbed and the power is in. Duane from Northern Lights wants a formal letter and sketch.

Jim discussed the punch list. There are problems with leakage at the blower house at the lagoon. Building 2A is not leaking. It was discussed and highly encouraged to put a 6" line between lift station 1 and 2A. To do this will have to have a change order and it is loan eligible. The bid from TML for this change order would be \$78K. Gene brought up concerns about this situation. John Tindall from IDEQ stated we could do this, but the engineers want written replay from Mr. Tindall regarding this because of legality. Doug suggested that the board give INWC our blessing for them to get it from John Tindall in writing. The board agreed with the change order contingent upon written reply.

The STEP (replacement of tanks and pumps) is not happening because the pumps are not in. INWC also stated that we not start the STEP until spring of 04 which would be after run off and projected start would be June 04. Chris Warren stated that we should start now because none of the patrons are up here and is the opportune time to get it done. The pipeline cost TML put price on cost of line at 8000 feet. A motion was made by Gene and seconded by Carl to approve change order for constructions line for 1 and 2 pending line approved by IDEQ.

Coolin Sewer District  
November 4, 2003/Page 3

Change order #3 will install rebar in the slab and change order #4 adjust carbon filter. A motion was made by Bud to approve TML change order 3 & 4. Motion seconded by Carl and carried.

Engineer Contract Addendum #2 was discussed by the board. The secretary brought up concerns of INWC going over budget of the original contract of \$620k. Doug explained that this will protect them because this addendum is work that is not considered in the scope of the original contract. A motion was made by Carl to approve Addendum #2. The motion was seconded by Bud and carried.

Inland NW Consultants discussed the TML pay request for October. A motion was made by Bud to approve disbursement #31 for \$79,469.40. The motion was seconded by Carl and carried. Pay disbursement for #32 Inland NW Consultants for \$10,415.00 was discussed and a motion as made by Gene to approve disbursement #32. Motion was seconded by Bud and carried.

Doug discussed not starting tank replacements until spring of 04. The board would like to start now since patrons are gone until next spring. Inland NW Consultants were firm in not starting now.

#### NEW BUSINESS

Chris Warren brought up Merle Langley's property (a section of lots) here in Coolin and Merle would like to annex the property into the sewer district provided he didn't have to pay the LID upfront. The board discussed it and stated that it was unlikely that this could happen. It wouldn't be fair to the rest of the property owners in the district. The ultimate decision would lie with Panhandle Health and Chris will look into it.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:05 a.m. Seconded by all and carried.

Respectfully submitted,



Coolin Sewer District  
October 7, 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, October 7, 2003. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett; maintenance personnel, Chris Morris, secretary, Mary Meek. Also present later were: Doug Cash, Greg Snow and Jim Paulson from Inland NW Consultants. Chris Warren called the meeting to order at 8:10 AM.

A motion was made by Bud to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. Motion was seconded by Carl and carried.

OLD BUSINESS

A letter written and sent certified to Dave Patton explaining his bill in detail. The Board had read it, discussed it and approved it.

Emails have been received from concerned patrons who want to know when the excavation will take place on Phase II. The secretary will try to inform as many patrons when that time comes.

A letter received from Sue Johnson from the Inn at Priest Lake stating problems that arose the first week of August with overflowing and having trouble tracking the district's personnel down to fix the problem. The board directed Mary to write a letter to Sue thanking her for bringing this situation to their attention. The Board has also requested a copy of their records or documents pertaining to dates of when the grease traps were last cleaned out as this could very well be the problem.

Eric Hess' request for reimbursement was discussed and again. The Board directed Mary to write Mr. Hesse and deny reimbursement since the extension they wanted is of no benefit to any other patron except to the 4 partners that requested it done.

Chris Morris brought up a problem over at Stan Kozlowski's with the line backing up. Chris stated he has tried everything to clear it but the problem keeps coming back. The board stated to have a backhoe start digging and find the problem and fix it.

INLAND NW CONSULTANTS

Doug came and discussed that ACI has the phone line dug out at the lagoon and Greg has contacted Verizon for connection. Chris Warren asked why they could not find the wire and it was because there was no wire going from one end of the road to the other.

Coolin Sewer District  
October 7, 2003/Page 2

Lift station 1 coding is completed. Doug discussed installing a barrier around lift station 2A. The board discussed whether to put a rock or a steel fence barrier. The steel fence would be less expensive.

John Tindall from IDEQ has requested an Operations Manual on the new plant. Inland NW is completing the manual and will send it to John as soon as it is done. It was discussed by the board that we will wait until winter to apply for a land application permit.

Lift station 2A clearing is done and the holes dug and they poured the concrete yesterday. A change order #1 by TML dated 10-1-03 was presented and a motion was made by Bud to approve the change order. Motion was seconded by Carl and carried.

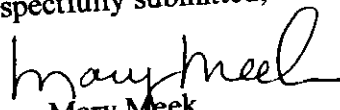
Phase II preconstruction with RC Worst as the main contractor will begin in mid-October. Doug brought up some issues with sub-contractor Paul Storro completing his work by the contract's 180 working days. Doug felt that Paul would have to complete 5-6 tank replacements per day to be within the contract. Paul felt that he couldn't do the projected 5 to 6 septic tank replacements per day and would take longer than the contract's 180 working days. Bud strongly objected to this stating that Paul needs to stay within the contract and not drag this out longer than what is planned. Bud stated that this should not happen under any circumstances.

ACI is going to abandon lift station 2 and repipe to the new lift station 2. The December 2003 newsletter was discussed and Doug is going to accept applications for lot consolidations. The STAG grant is in Seattle at the EPA being reviewed.

Pay request #30 to Inland NW Consultants for \$18,544.62 was brought before the board. A motion was made by Gene to approve pay request #30. The motion was seconded by Bud and carried. Chris Warren has asked Jim Paulson to call John Tindall and see if we can refinance our loan from 3.5% to 2% that Chris read about in the local newspaper Jim will call John and get back to us.

No further business was brought before the board and a motion was made to adjourn at 10:30 AM. Motion was seconded by Carl and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
September 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, September 9, 2003. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present at the meeting were: Greg Snow and Jim Paulsen from Inland NW Consultants. Chris called the meeting to order at 8 AM.

A motion was made by Gene to approve the minutes of the previous meeting with revisions, payment of bills and Treasurer's Report. The motion was seconded by Carl and carried.

OLD BUSINESS

The thinning contract was received from Mountain Forestry. IDEQ John Tindall's letter was discussed by the board. John was adamant that we have alarms on the pump tanks and that the archeological survey be completed and added in the bids. A motion was made by Gene that we accept the IDEQ letter. Motion was seconded by Stuart and carried.

A motion was made by Carl to continue having our insurance covered by ICRMP. Motion was seconded by Gene and carried.

A motion was made by Gene that we accept Bill Sullivan's and the Geislemen's sewer applications. The motion was seconded by Carl and carried.

A motion was made by Gene to accept the amendment to the engineering contract. The motion was seconded by Bud and carried. A motion was made by Bud to approve Inland NW Consultants disbursement #29 for \$27,498.77. The motion was seconded by Gene and carried.

The bid were sent out on September 8, 2003 and on September 9, 2003 at 9:40 a.m., a motion was made by Carl to accept the lowest bids from TML and RC Worst. Motion was seconded by Bud and carried.

Jim Paulsen has stated that he will present change orders for the following items. Change order #20 will change irrigation intake in the new lagoon. ACI wanted \$7500 to do the job. A motion was made by Gene to approve change order #20. The motion was seconded by Stuart with the stipulations that there be no added labor and we need to deduct the original first. That there will be some change in the order upon receipt of original deduction.

A motion was made by Gene to approve change order #21. Motion was seconded by Bud and carried.

A motion was made by Stuart to approve change order #22. Motion was seconded by Carl and carried.

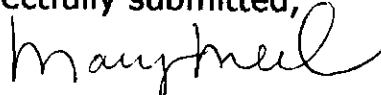
No motion was made on change order #23 or #24. They will be tabled until a later date.

#### MAINTENANCE REPORT

Ron Morris built an addition on his building, which involved work on moving the septic tank. Chris Morris stated that he will be responsible for the expense of moving the tank. Ron

Lance Martin situation was discussed with the grinder pump being installed on his place and now it is full of sewage. The board discussed that when we start construction on Phase II, that we pipe into the pump basin. The tank that Mr. Martin had installed is Washington not Idaho certified. We will also table his parts bill until a later date after completion is done.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:40 a.m. Motion was seconded by Bud and carried.

Respectfully submitted,  
  
Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

## COOLIN SEWER DISTRICT

August 5, 2003

Board Meeting

Directors of the Coolin Sewer District met on Tuesday, August 5, 2003. Those present were: Chris Warren, Stuart Wagner, Carl Garrett, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also in attendance was Mr. Wilson a patron from the district and Inland NW Consultants, Doug Cash and Jim Paulson. Chris called the meeting to order at 8:10 AM.

A motion was made by Bud to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Gene and carried.

### NEW BUSINESS

A letter was received from Sal Gangi requesting that he be charged for 1 ER and not the current 3 ER because he is eventually going to build one home. The board directed the secretary to write Mr. Gangi and state that he is going to be assessed 3 ER's until his new home is built and the older residences are taken down and our maintenance supervisor physically disconnects the service to the residences.

A motion was made by Bud to accept the Moffitt sewer service application. Motion was seconded by Carl and carried.

A letter received from Eric Hesse was discussed by the board. Mr. Hesse wanted to be reimbursed for having the main extended for the lots to be hooked up. The board stated that the district did extend the line on Highland because eventually the lots would sell and be hooked up and this was done at the district's expense. The line extended on Highmark Lane was for those homes where Mr. Hesse resides. The road has room for 4 lots with no expansion in the future, therefore, it was done at the lot owners expense. The secretary will write Mr. Hesse and explain no reimbursement will be given.

A report to Panhandle Health that lift station 2 was overflowing was then directed to IDEQ John Tindall. Mr. Tindall then wrote us about the situation and how to remedy the situation and what to do when future spills occur. The board directed the secretary to write Mr. Tindall and explain that the spill was cleaned up with lime and to send a copy to Bob Camp at Panhandle Health.

### MAINTENANCE REPORT

Bill Sullivan has requested an application to hookup onto the system. Chris stated that he has sent an application to Bill. Chris Morris stated that Larry McCormick has 4 barrels of hydrogen peroxide that he would like to give the district. The board stated that they had no use for the peroxide.



OLD BUSINESS

Doug Cash and Jim Paulson came to discuss the meeting with John Tindall on 7-30-03, and discussed the main issue with completion of project. Overall the meeting went well. John Tindall had concerns of budget issues. Doug explained that the budget issues were connected with having to set up the second LID hearing. Doug and Jim discussed with John the concerns of going even more over budget due to all the obstacles they are facing in Phase II, which is causing the construction window to pass. It was advised by INWC that the board approve a draft budget. A motion was made by Carl to approve the draft to amend the budget with stipulation as to man hour task estimate. The motion was seconded by Gene and carried. A motion was made by Carl to accept the thinning contract for \$4k. Motion seconded by Bud and carried.

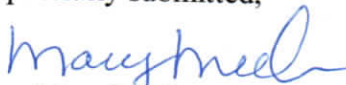
Jim Paulson sent bids to Paul Storro, Sackett and ACI for surfacing the spine road. Storro came in at \$7k and the others have not yet been received. A motion was made Gene to accept the lowest bid for surfacing with INWC discretion, based on Storro's bid, but pending ACI and Sacketts. Motion was seconded by Stuart and carried.

Bids open on Monday, September 8, 2003 at 4 p.m. for lift station 2A, Phase II on Friday starting at 2 pm. A motion was made by Gene to approve disbursement #27 for Inland NW Consultants for \$18,893.23, Invoice #1900. Motion was seconded by Bud and carried. A motion was made by Gene to approve disbursement #28 to ACI for \$10,290.92. Motion was seconded by Stuart and carried by all except Carl Garrett who voted no.

Maintenance personnel, Chris Morris stated that the fire crew at the Idaho Dept. of Lands would like to dispense their grey water into the lagoon. The board had no problem with that but a charge of \$50.00 would be applied.

No further business was discussed and a motion was made by Gene to adjourn at 10:45 am. Seconded by all and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
July 29, 2003

Directors of the Coolin Sewer District met on Tuesday, July 29, 2003. Those present were: Chris Warren, Bud Justice, Carl Garrett, Gene Nett, Stuart Wagner; secretary, Mary Meek; maintenance supervisor, Chris Morris. Later in attendance were: Jim Paulsen and Doug Cash from Inland NW Consultants. Chris W. called the meeting to order at 8 AM.

Chris W. stated that he, Doug and Jim will be meeting with John Tindall at IDEQ at 9 AM in Coeur d'Alene to discuss problem issues such as problems with our STAG funding. Other issues are why the district has to have an archeological survey done on the district before the STEP abatement project is started. Doug also discussed the scrutiny from IDEQ on the project in Phase II. Doug stated that we need to start the STEP in Cav. Bay but continue using the existing lift station 3 until the STEP is completed in Cav. Bay. John Tindall is strongly suggesting that we put alarms on all grinder pumps. This will add a significant expense to the project. The irrigation road system was discussed and improvements are needed on spine road. ACI bid on rock is approximately \$20k for a 10ft wide with 6" of gravel.

A motion was made by Carl Garrett to pay \$50.00 and \$278.24 to the Treasurer, State of Idaho for a temporary permit. Motion was seconded by Gene Nett and carried.

The 2003 Delinquent Resolution was discussed and a motion was made by Stuart Wagner to approve the 2003 Resolution. Motion was seconded by Gene and carried.

Three applications were received from: Clinton, Bowers and Johnson. The Johnson application was discussed because there was issue whether they need to pay the hookup fee since they have been paying on the lot in Cavanaugh Bay. The board discussed it and have exonerated Johnson from the \$2000 hookup fee since they have been paying on it since it originated and since the 1992 policy has taken effect. A motion was made by Gene to exonerate the \$2000 hookup fee on Johnson's application. Motion was seconded by Stuart and carried. The secretary will send a letter to the Johnson's regarding the board's decision. Chris Morris stated what type of pump to install

Coolin Sewer District

Page 2/July 29, 2003

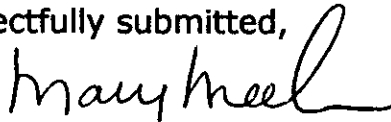
when Dave Johnson is ready to install service parts and Jim Paulsen suggested they use a Hydromatic 1.5 HP. The Johnson property will not be a dual hookup with the family residence.

MAINTENANCE REPORT

Chris Morris stated that he received a call from JoAnn Mack regarding foam at their beach and Chris investigated and found a RV with a hose draining gray water into the bushes which he thought was causing the foam in the lake. Chris Warren directed that he call Panhandle Health regarding the issue.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:45 AM. Seconded by all and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

COOLIN SEWER DISTRICT  
July 15, 2003  
Board Meeting

A meeting was to be held today, July 15, 2003, but due to no quorum only discussion took place. In attendance was: Chris Warren, Gene Nett; secretary, Mary Meek; maintenance personnel, Chris Morris. Also in attendance was patron, Dave Patton and later Doug Cash and Jim Paulsen from Inland NW Consultants.

Mr. Patton came to the meeting to discuss why he is being charged 1.5 assessments, instead of one. Chris Warren tried to explain that due to a 1992 policy change, Mr. Patton's residence is now considered 1.5 and the policy states that if a parcel of property has 2 habitable dwellings on the premises or one habitable dwelling and a RV hookup, the rate will be 1.5 times the monthly charge or \$30 per month. Mr. Patton requested all minutes and the policy change from 1992 and the names and addresses of all patrons on the district that are charged more than 1 assessment. Chris Warren directed the secretary to get Mr. Patton the requested information but to check with the district's attorney regarding the names and addresses of patrons to make sure there is not a privacy issue.

Chris Warren brought up the situation of Dave & Sue Johnson and whether they should be charged a hookup fee. This situation will be tabled until a quorum is present.

Doug Cash discussed Phase II and stated that they will be going over budget. Jim Paulsen talked with John Tindall from IDEQ and anything over \$15K has to be bid out exclusive to the Coolin Sewer District.

The discussion ended at 10 AM.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

## COOLIN SEWER DISTRICT

July 1, 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, July 1, 2003. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present was Doug Cash from Inland NW Consultants. Chris Warren called the meeting to order at 8 AM.

A motion was made by Gene to pay the bills, approve the minutes of the previous meeting and the Treasurer's Report. The motion was seconded by Bud and carried. A sewer application was received by Goffinet and a motion was made by Gene to accept the application. Motion seconded by Stuart and carried.

### NEW BUSINESS

The wireless bill for the cell phone was received and it was evident that abuse of the phone had occurred. Gene stated that the board should discontinue cell phone service, but the board discussed that they had a one year contract. There was much discussion by the board and they stated that Chris Morris should go by the following criteria: (1) Chris will need to keep a phone record for calls made on the cell phone. (2) The board directed the secretary to change the cell number and directed Chris not to give his cell number out to anyone; it was given to him for emergency use only. Bud strongly suggested that Chris also keep a vehicle log and present it monthly at the board meetings.

### OLD BUSINESS

Doug Cash presented pay estimates #25 to Inland NW for \$15,435.00 and #26 to ACI for 11,767.37. A motion was made by Stuart to pay ACI #26 for \$11,767.37 and also to approve change order #17 & #19 and have Doug try to reduce it further. The motion was seconded by Bud and carried. A motion was made by Carl to approve #25 to Inland NW for \$15,435.00. Motion seconded by Stuart and carried. The board will have someone working on the road and to bid it out and will have the Storro Bros. submit bill. The next meeting will be scheduled 7-15-03.

An application for sewer service was received from Lance Martin, Chuck Carlson at Cav.Bay Airport Estates. A motion was made by


Gene to approve these applications. Motion was seconded by Bud and carried.

The secretary brought before the board the delinquent accounts and a meeting will be held on July 29, 2003 to accept the delinquent resolution.

Maintenance Report

Chris Morris stated that the Cavanaugh Bay Resort water line was hooked up wrong. The board directed that Chris have it redone and connected to the correct lines.

No further business was discussed by the board and a motion was made by Gene to adjourn at 10:30 AM. Motion seconded by Bud and carried.

Respectfully submitted,  
  
Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
June 2003

Directors of the Coolin Sewer District met on Tuesday, June 2, 2003 at 8 AM. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also in attendance were Inland NW Consultants, Jim Paulson and Doug Cash.

A motion was made by Carl Garrett to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

OLD BUSINESS

Mr. Wilson who attended the meeting last month inquiring that he had septic tank and all parts installed, but was discovered that the previous owner never paid the hookup fee or the service parts fee and the district needs to inform Mr. Wilson that he needs to fill out a sewer application along with the \$2000 hookup fee.

A letter along with an application needs to be sent to Lance Martin informing him that he needs to pay the hookup fee and that his septic tank is not installed to our specifications by our maintenance personnel.

Gene brought up concerns that Goffinet (not on our billing) is hooked onto Jack Coffey's line.

Inland NW Consultants, Jim and Doug attended the meeting and wanted approval for IDEQ disbursement #23 and 24. A motion was made by Gene to approved disbursement #23 to Inland NW for \$21,354.50. Motion was seconded by Bud and carried. A motion was made by Gene to approve disbursement #24 to ACI for \$28,564.12. Motion was seconded by Stuart and carried.

Jim Paulson stated that the punch list is getting some fine tuning and the general project is completed. Chris Warren suggested a decent concrete finish added to the punch list and to bury the valve box in front of the building. Lift station 2A plan was sent to John Tindall for review but it is not ready to be put up to bid, but they are making Lift station 2A a priority.

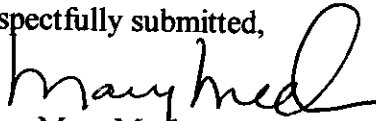
Jim also discussed LID assessment process and lot consolidation was sent to Wetzel for evaluation. Doug stated that we try to match the county as closely as possible. When we received the information back from Wetzel we can then formalize the district's policy.

NEW BUSINESS

The secretary requested the district get internet access and the board approved for her to sign up with POVN and establish a district email account.

No further business was discussed and a motion was made by Stuart to adjourn at 9:40 AM. Seconded by all and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



Coolin Sewer District  
May 20, 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, May 20, 2003. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were INWC Greg Snow and Jim Paulson. Not present was director, Stuart Wagner.

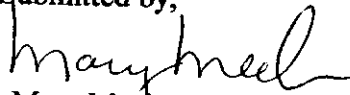
The board continued to meet to come up with a commercial policy. Greg Snow collected all the information from the Board and will go back to the office and plug all the amounts in and bring them back on June 3rd for hopefully a final inspection and approval by the board.

A motion was made by Bud to approve the yearly report from Sewell Engineering. The motion was seconded by Carl and carried.

A package from the county stating that Kelly Mays is requesting a zone change from rural to rural service. The board has no issue with that and is in agreement with Mr. Mays request.

No further business was brought before the board and a motion was made by Gene to adjourn at 11 am. Seconded by all and carried.

Submitted by,



Mary Meek

Clerk/Treasurer  
Coolin Sewer District

## COOLIN SEWER DISTRICT

May 13, 2003

Board Meeting

Directors of the Coolin Sewer District met on Tuesday, May 13, 2003. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris; secretary, Mary Meek. Also present were: Greg Snow and Jim Paulson and Doug Cash from Inland NW Consultants, Ron King from the Idaho Dept. of Lands (IDL). Mr. Wilson a property owner in Perkins Beach Lots was also in attendance. Not present was director, Stuart Wagner.

Ron King from IDL stated that he is pleased with how things are going on the upgrade. There are some issues with debris. One amendment to the easement document will be a temporary permit for the lagoon. It was also stated that Doug needs to get the final drawings (map) on the upgrade to the IDL as soon as possible. Doug stated that he will get the drawings to IDL, but the holdup is with getting an easement from Bill Papesh.

### NEW BUSINESS

Mr. Wilson, a property owner in Perkins Beach Lot 5 & 6 3<sup>rd</sup> addition, came to discuss that he has a septic and pump tanks but it is not hooked up and wants to get hooked up. Chris Morris stated that he is not hooked up legally. The board discussed the situation and will send Chris to check it out. They told Mr. Wilson that he will probably have to fill out an application and send a hookup fee of \$2000, they also informed him of the LID to be assessed after completion of project. Mr. Wilson then left the meeting.

### OLD BUSINESS

Doug stated that on the handout given to the board that they will see INWC has amended LID 2002, phase II hours. Lift station 2A has been recategorized. The hours will be reflected now on phase II.

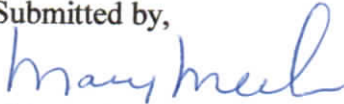
Workshop on ER assessment and procedures was conducted by Greg, Jim, Doug and the Board. Chris Warren stated that whatever system we use, that we have a method of doing it. Doug stated to date that \$1.9m to contractors, \$2.14m to phase I. If we divide 660 ER, we are under \$2980 ER assessed today without the grant. Percentages between Phase I and Phase II for cost are \$2.1m for phase I and \$1.1m for phase II. If we apply STAG the ER drops to \$1615.27 based on phase I incurred cost and taking into consideration the number of consolidations. Doug stated that we are sitting well, but we need to be careful as we enter phase II. With that just said, the board then went to work hashing out commercial policy for charging ER's. Bud brought up the issue of the patrons who have installed new tanks and how do we adjust their ER. A board meeting will be held next week on May 20<sup>th</sup> to continue commercial policy and other issues that come up.

Coolin Sewer District  
May 13, 2003/Page 2

The secretary has requested the board to order a visa bank card so she can order the computer and purchase the office equipment. A motion was made by Carl to purchase a credit card in Mary Meek's name. The motion was seconded by Bud and carried.

No further business was discussed and a motion was made by Gene to adjourn at 10:45 am. Seconded by all and carried.

Submitted by,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District  
May 5, 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, May 6, 2003 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were: Doug Cash and Jim Paulson from Inland NW Consultants. Chris Warren called the meeting to order at 8:15 am. A motion was made by Bud to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. Motion seconded by Carl and carried.

Doug and Jim came to the meeting to discuss that completion of Phase I is 4 to 5 weeks out because of a change in direction. The grinder pumps were originally estimated to be 25%, now the district is looking at 60 to 70% grinder pumps. The lagoon is not built for an all grinder system. Doug stated that we will increase load with solids and adjustments need to be made.

Lift station 2A bid package changes have been made and sent back to John Tindall from IDEQ for revisions. Then it will be advertised for two weeks. They discussed that they should have one bid for pumps and tanks and one bid for installation. Doug also stated that Phase II plans are ready to be sent to John Tindall. Mr. Tindall suggested that we bid as one package, if we don't we would be leaving the district open to liability. After more discussion it was suggested that pumps and tanks and the rest of Phase II in one bid package. A motion was made by Stuart to change and have it bid as one. The motion was seconded by Bud and carried.

Discussion followed on the turnaround of lift station 2 will be around \$10,500 and for earthwork done at the existing lagoon. They discussed price on bringing in top soil and also that there will be deductive change order of \$7600.

Disbursements for ACI and Inland NW Consultants was discussed and a motion was made by Gene to pay ACI for disbursement #22 for \$10,195.87. Included in the motion is to pay Inland NW Consultants disbursement #21 for \$16,717.50 with a revised statement. Motion seconded by Bud and carried.

The secretary brought up the fact that she will be moving back to the office and the district needs to purchase quite a few items. The following items need to be purchased: computer, printer, new office desk and chair and whatever needs to be purchased to complete set up of office. A motion was made by Bud for Mary to purchase all the items requested. The motion was seconded by Gene and carried.

#### MAINTENANCE REPORT

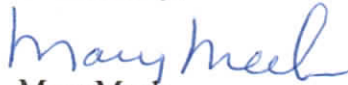
Chris stated the system is operating well. He did ask the board if he could purchase a cell phone so when he is out on district calls he can check them and if an

Coolin Sewer District  
May 6, 2003/Page 2

emergency arises, we can get ahold of him. Bud brought up issues with Chris on why the company truck was over at the west side on many occasions and at night and his concern was one of trust and did not think Chris should have a cell phone. Gene Nett also voted no. Stuart and Carl stated that he should get a phone. Carl made the motion to purchase a cell phone for Chris. Chris Warren had to vote because of the tie. He voted yes for Chris to have a cell phone. Chris Warren will get the information on purchasing a phone and a carrier.

No further business was discussed and a motion was made by Stuart to adjourn at 10:30 am. Motion was seconded by all and carried.

Submitted by,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
April 15, 2003

Directors of the Coolin Sewer District met on Tuesday, April 15 at 8 am. Those present were: Chris Warren, Carl Garrett, Gene Nett; maintenance supervisor, Chris Morris; secretary, Mary Meek. Also present were Inland NW Consultants, Doug Cash and Jim Paulsen. Not present were directors, Bud Justice and Stuart Wagner. Chris called the meeting to order at 8 AM.

Doug stated that the board needs to give some directive regarding pump and septic tanks on Phase II. 1) Do we buy septic and pump tanks and hire a contractor; or 2) Do we bid a package. After meeting with John Tindall, Doug stated that we cannot take STAG grant or state loan funding and buy septic and pump tanks and hire a contractor this is illegal. The district has to put out to bid anything over \$25K. The CSD wants hydromatic pumps only and how do we bid since RC Worst is the only distributor of hydromatic pumps and we cannot get a competitive bid. Chris Warren suggested that Meyer carries a good grinder and effluent pumps and recommends them over Barnes or Gould. Discussion followed, should the district bid the pumps with pump tanks or bid it separately. Doug suggested putting the pump and tank together in one bid package. Some problems could arise since some pump tanks will not be the standard 5 feet deep, but Chris suggested that we go with all 5 footers. It was suggested that we install all grinder pumps. The district is recommending going with the grinder system because we need to protect the chlorine chamber. There are two different types of grinder pumps to bid. We need a bid for unit pricing on 1 HP and 1.5 HP pumps. Jim suggested that we bid the pump separately and the installation separately. A motion was made by Gene Nett to put out for bid 4 different pumps, 2 different grinder pump with 30 inch basin, 2 HP pumps low head and high head, 1 and 1.5 HP Chef pumps with a 24 inch basin. Then separate bids on pump and pump basins together 5 feet deep, bid two way with 24" and 30" basins and risers would be provided by contractors. The motion was seconded by Carl Garrett and carried.

It was suggested that the board consider hiring Outlet Bay to pump out the existing septic tanks and that we need to do between 6 and 8 per day to complete the project. Doug asked the board if the

district wants to pump out the tanks and suggested that they could put it in the bid package. Chris W. also suggested to put in the bid package with change orders. Chris Morris is available to do it but not a deductive change order.

Doug strongly suggested that we have a meeting with all members with LID assessments, discuss the consolidation process and finalize it. We will hold two meetings in May one on the 6<sup>th</sup> at 8:30 AM and 13<sup>th</sup> at 8 AM. These meetings we will establish policy for consolidation and to establish a commercial policy on the LID.

MAINTENANCE REPORT

Chris fixed the pump from lift station 2 and it cost \$2,000.00. Chris also asked if the district would purchase a cell phone so when emergencies happen, we can get in direct contact with him. The board tabled the cell phone until next meeting. No further business was brought before the board and a motion was made by Gene to adjourn at 10:15 AM. Seconded by all and carried.

Respectfully submitted



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT

April 9, 2003

Board Meeting

Directors of the Coolin Sewer District met on Wednesday, April 9 at 4:30 p.m. Those present were: Chris Warren, Bud Justice, Gene Nett; secretary, Mary Meek. Inland NW Consultants, Jim Paulsen and Doug Cash were also in attendance. Chris called the meeting to order at 4:40 pm.

The engineers came to the meeting to discuss lift station 2A ACI has estimated that it would cost \$208K. The engineers felt that ACI's bid was too expensive and suggested that it be put out for bid. Doug stated the bid tabs were all between \$135K to \$190K. Doug recommends that we bid it as part of Phase II. Chris Warren suggested that we get this going as soon as possible. Doug stated that administration fee are included in all 3 bids. A motion was made by Gene to bid lift station 2A as a separate item. The motion was seconded by Bud and carried.

Bud asked if we were able to turn around the system to the new site and abandon existing lift station 2 because of the overflow problems at lift station 2. The engineers stated that they cannot as of yet turn around the system to the new site and they need the existing lift station to continue running because all septic and pumps are going to be replaced in Cavanaugh Bay. Chris Morris stated that RC Worst did come up and pulled the pump and stated it could not be repaired.

Chris Warren suggested that when we start the STEP program (septic, tank abatement program) do we put it out to bid? If we get bid a lump sum package, Chris had concerns that the CSD will lose control with who does the work. Chris also suggested if we can take the grant and loan money and hire someone to do the work? The district could hire locals. The engineers will meet with John Tindall from IDEQ and look into these issues and schedule another meeting for next Tuesday, April 15<sup>th</sup>.

No further business was discussed and a motion was made by Gene to adjourn at 5:55 pm. Seconded by all and carried.

Respectfully submitted,

  
Mary Meek



## COOLIN SEWER DISTRICT

April 1, 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, April 1, 2003 at 8 AM. Those present were: Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also in attendance were: Dave Johnson, INWC Jim Paulson and Doug Cash. Chris Warren was not present. Carl called the meeting to order at 8 AM.

### NEW BUSINESS

Dave Johnson attended the meeting voicing his concern on the overflow of lift station #2. He stated that this is a big problem causing the overflow to form a small pond. Chris Morris stated that the pump is possibly burned out and it keeps shutting off, and there is no spare. The cost of one of these pumps is approximately \$12k. The board stated that if the turnaround on the system does not happen very soon, they will go ahead and spend the \$12k for the pump and alleviate the problem. However, they strongly suggested to Doug and Jim and to ACI to have the turnaround done as soon as possible.

A motion was made by Gene to approve the FY 01-02 Audit. The motion was seconded by Bud and carried.

### OLD BUSINESS

Discussed by the engineers was project overview and Phase II is still under construction. The board needs to consider how they are going to purchase their septic tanks. Will the board order them and have the contractor install them, or will they bid the project out. Some items to keep in mind are what the potential cost is and what the markup is for the contractor. The district can put out separate bid packages one for septic tanks and the other for pump tanks. If we stay with Hydromatic pump they have only one dealer in the area and how can the district receive a competitive bid on that dealer.

Doug suggested that we need to have a separate board meeting for Phase II as soon as possible. They need to discuss if Phase II is assembled the way the district wants. Lift station 2A is not yet completed. ACI is telling us that the pumps are higher in cost and the district is not happy with the ACI bid, and they may put this out to bid.

John Tindall from IDEQ is not in favor of the district buying their own pumps and tanks. Doug went on to discuss that they assembled the FY03 STAG application for \$2 million and submitted a list of items that the district is in need of and possibly expanding the building and setting up a handicap accessible building and bathroom.

Doug discussed the different type of pumps for lift station 2A. There are 2 main pumps. One is bigger but does not run as efficiently as the smaller pumps. However, the smaller pumps have a higher price tag of \$20k more.

Doug stated that he wrote Jack from ACI and put them on notice that he can not come in with a big difference between Lift 1 and 2. Problem with the lift station in the previous bid package was a lump sum item, without concrete, no unit pricing lockdown.

#7 Annexation issues. Doug suggested that we have another meeting on Wednesday, April 9<sup>th</sup> at 4:30 p.m.

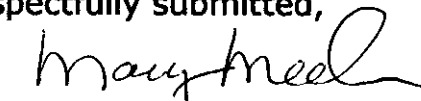
Pay estimates 19 and 20 were brought before the board and Doug suggested that we approve ACI pay estimate #20 contingent upon (IDEQ) John Tindall's approval. A motion was made to approve pay disbursements #19 and 20 upon John Tindall's approval. Motion seconded by Gene and carried.

Carl had concerns about when we will be firing up because the old lift station 2 pump is possibly going out and we need to either have it pumped to the new lift station or get the pump fixed and continue pumping from the old lift station.

John Tindall's letter of 3-10-03 was discussed and Carl asked Doug if the items were taken care of.

A motion was made by Gene to adjourn at 9:40 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer

COOLIN SEWER DISTRICT  
March 4, 2003  
Board Meeting

Those present: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett. Maintenance personnel, Chris Morris and secretary, Mary Meek. Trent Presley attended the board meeting to discuss his bill. Also in attendance later were: Doug Cash and Jim Paulsen from Inland NW Consultants. The meeting was called to order at 8 AM.

Trent Presley from Cavanaugh Bay Marina attended the meeting to discuss his bill. He stated that he cannot secure financing until the bill is cleared up. He feels that he should not be billed for the \$980.38 plus interest that has accrued from 12-1-99. Much discussion followed and the bottom line was asked of him by the board on how many pumps Trent has servicing his property and he stated three. The board asked has it always been three and Trent stated yes. The board therefore, credited the bill for the amount plus interest accrued. There was one hurdle to overcome and the secretary stated that this particular invoice from 12-1-99 was turned over to the county in 2001. The board directed that Trent pay the county direct for what is due and the Coolin Sewer District will credit his account for \$1,767.70 for service parts that were turned into the county and interest in the amount of \$568.04 accrued from 01 to 03 for a total credit of \$2,335.74. A motion was made by Stuart to adjust Cavanaugh Bay Marina's bill in a credit amount of \$2,335.74 and fix the water line. The motion was seconded by Bud and carried.

Doug Cash was presented with polish binoculars from Gene Nett.

A motion was made by Gene to approve the minutes of January 7, 2003 and February 18, 2003 with corrections on the Feb. 18, 2003 minutes. The motion was seconded by Bud and carried.

OLD BUSINESS

Doug discussed the non-eligible grants funds will now be loan eligible and pay request #16 will put the grant monies back into the loan fund in the amount of \$15,713.75. He went on the discuss pay disbursement #17 which was Inland NW Consultant's bill. Doug stated that Phase II is making a lot of progress. He suggested that we hold a special meeting to discuss lift station 2A for two reasons: 1) to seek

Coolin Sewer District  
March 4, 2003/Page 2  
Board Meeting

John Tindall's letter. 2) Show an overview of the plan and review the cost of list station 2A. Pay request #18 for ACI in the amount of \$40,137.74 was discussed and all wet wells need to be coated at a cost of \$20K. A motion was made by Stuart to approve pay requests #16, 17 & 18. The motion was seconded by Gene and carried.

Doug went on to state that the Coolin Sewer District was awarded \$900,000.00 from the STAG Grant and will be in contact with Dan Whiteing on how to receive these funds. Inland NW is applying for another STAG grant for 2003, but these funds cannot be used for the upgrade. Doug suggested the board come up with ideas on what to apply for. Suggestions were expansion of the sewer district's building with paved and make it handicap accessible, and to remodel the bathroom. There is issue with the pipeline and possibly upgrading to a bigger line. Also updating the service connections. This application needs to be in by March 15, 2003. A motion was made by Carl to approve the Resolution to apply for 2004 STAG funding. The motion was made by Stuart and carried.

The March 2003 newsletter was completed by Inland NW Consultants and will be copied off and sent in the billing.

Doug went on to discuss the irrigation system area thinning. Jim Paulsen and John Tindall met with Steve Penny from the Idaho Dept. of Lands to discuss thinning. John Tindall stated IDEQ will provide funding for this. Steve stated it could cost \$150/acre for a total cost of \$6,000. The IDL will do a state commercial thin. Chris Warren stated that we need to get rid of the understory so it will irrigate properly. Inland NW will continue to negotiate with IDL regarding this issue.

Bill Papesh has agreed to grant the district an easement providing that we put the lines where the existing lines were in the road.

Doug discussed change orders #1-16 addressing John Tindall's concerns. Again, they are going through issues already addressed but Doug will put together an approval letter.

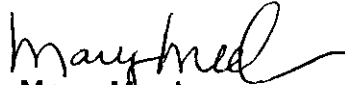
Coolin Sewer District  
March 4, 2003/ Page 3

Chris Warren brought up the fact that the board has not completed 2 items: 1) establishing commercial rates; and 2) in house consolidation. It was suggested that the board meet for one full day to sort out these issues and come up with a policy.

McCall & Associates had a suggestion regarding our delinquent accounts. The formula the district uses is not in question, but why is it not stated in our by-laws. McCall suggested that we meet with the district's attorney and have an addition to the by-laws regarding this issue. The board declined to do so stating that they are in accordance with Idaho Code.

No further business was discussed and a motion was made by Bud to adjourn at 11 AM. Seconded by all and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Special Board Meeting  
February 18, 2003

A special board meeting was held on Tuesday, February 18, 2003. Those present were: Carl Garrett, Gene Nett, Bud Justice, Stuart Wagner; maintenance personnel, Chris Morris; secretary, Mary Meek. Also present were Doug Cash and Greg Snow from Inland NW Consultants.

The purpose of the meeting was to approve and motion IDEQ pay disbursements #14 and #15. A motion was made by Gene to pay disbursement #14 to Inland NW Consultants for \$12,380.75. The motion was seconded by Bud and carried. A motion was made by Bud approve pay disbursement #15 to ACI for \$74,438.46 with the deductive change order included. Motion was seconded by Gene and carried.

Doug brought up the fact that the outstanding \$14K from the IDEQ grant funding is not loan eligible unless the district spends \$28K. The Board has declined to spend \$28k because there is no need to.

Doug discussed the status of the STAG funding and they have received a 1400 page book that Greg will go through and find how much or if they appropriated any to the Coolin Sewer District and they will know by the March 4<sup>th</sup> meeting. Doug discussed that they are going to submit the current year STAG grant application, but it requires the district to come up with ideas on upgrading the office and/or purchasing equipment that is needed. Doug stated that the 4" main at lift station 1 & 2 could be a strong candidate for upgrade for this application for funding. The board should have some ideas for the March 4<sup>th</sup> meeting.

Lift station 1 has no guard rail and could pose a potential liability and Doug suggested that we install a rail and post it with no trespassing signs.

Doug also stated that Mr. Bill Papesh would not grant the district an easement for a lift station.

Ron King will provide us with lease space and will send another lease agreement.

A motion was made by Stuart to adjourn the meeting at 8:40 AM. Motion seconded and carried.

*Mary Meek*

COOLIN SEWER DISTRICT  
January 2003  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, January 7, 2003. Those present were: Chris Warren, Stuart Wagner, Bud Justice, maintenance supervisor, Chris Morris, secretary, Mary Meek. Also present was Doug Cash and Joe Haskell, from Inland NW Consultants. Chris called the meeting to order at 8 AM.

Also  
\* Gene  
Nett

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's report. Motion was seconded by Bud and carried.

OLD BUSINESS

The bill from the Idaho Dept. of Lands was received for Lease #M1018 in the amount of \$9,575.00. A motion was made by Gene to pay the IDL lease. Motion was seconded by Bud and carried.

A sewer sludge application from the EPA was received and Joe Haskell the district's engineer will review it and get back to us. Also, the quarterly Minority Report is due and was given to Doug to have ACI fill out and send.

A motion was made by Bud to renew with our insurance ICRMP. The motion was seconded by Stuart and carried.

The secretary stated that all material is at the auditor's and that the cost of the annual audit could change if we receive federal monies. The reason for this is if the district received federal monies it would require an additional audit procedure requested by the federal government.

Doug came to discuss the packet that he sent to all board members dated January 2, 2003. The board did have issues for Doug to answer. Bud brought up concerns that he looked over the packet and thought we were being double billed. Why change order #7 from ACI was \$7795? Doug stated that the approved plans was for ~~it~~ to lie flat, which would have left 2 feet of fill over the pipe, which would have the chamber not running at capacity and causing an air lock. Bud felt they should have done the job correctly in the first place. Bud has asked what change order #3 was when it wasn't included in the packet. Doug stated that it was returned to ACI and it deals with

the  
chlorine  
chamber

large scale additional clearing and grubbing costs related to the pipeline relocation south of the district.

Doug stated that on pay disbursement #10, a change order was submitted by ACI and that the amount of rock did not correlate for the amount on the project. Before we submit pay estimate #4 & 8, the engineers need to find out if the rock meets the specs then we can pay the bill. Joe Haskell stated that they will send the rock to the lab for testing. If it meets the specs in ACI bid, then the district is responsible for the cost.

A motion was made by Gene to approve IDEQ pay disbursement #13 to ACI for \$38,347.32, provided that change order #11 needs to go back to ACI for a 40% reduction. The motion was seconded by Bud and carried.

A motion was made by Gene to approve IDEQ pay disbursement #12 to Inland NW Consultant for \$17,213.38. The motion was seconded by Stuart and carried.

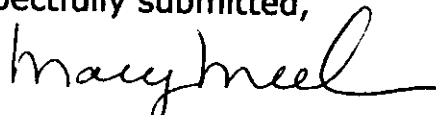
#### MAINTENANCE REPORT

Chris M. stated that Travis Garske has requested that his bill be reduced since it is not currently hooked up to a residence. The Board directed the secretary to write Mr. Garske and explain the policy that should he disconnect, in the future if he wanted to hook back on there would be the current hookup fee and service parts included.

The secretary received a call from Mrs. Royster asking why she is being charged for a vacant lot and I stated that she is paying for two residences E-25 (morris) and E-26 (keenan) and there was some confusion on both our parts on what pieces of property were being assessed. This will be tabled until the next meeting and until Chris M. goes out there and assesses the situation.

No further business was brought before the Board and a motion was made by Stuart to adjourn the meeting at 10:45 AM. The motion was seconded by Bud and carried.

Respectfully submitted,





COOLIN SEWER DISTRICT  
December 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, December 10, 2002. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present was Doug Cash, Greg Snow from Inland NW Consultants. Not present was director, Bud Justice. Chris Warren called the meeting to order at 8 AM.

NEW BUSINESS

A sewer application was received from Steve Willard. A motion was made by Gene to accept the application. Motion was seconded by Carl and carried.

OLD BUSINESS

The FY 02-03 budget was discussed and a motion was made by Carl to adopt our budget. Motion seconded by Gene and carried.

The secretary brought to the attention of the board the situation with Mr. Dave Patton. Mr. Patton believes he should be only charged 1 assessment instead of 1.5. However, the board states that he has a walkway attached from his house to his garage with guest quarters. The board considers this to be two separate dwellings and will be charged 1.5 assessments. The secretary will write Mr. Patton and inform him of the board's decision.

Doug Cash came to the meeting to discuss some items. One item was the remaining IDEQ grant reimbursement due the district. Doug stated that \$14,825.00 of the \$18,000.00 we will not receive from the grant because it was pertaining to the LID and that is not covered. However, he stated that we can receive it through IDEQ loan reimbursement process. INWC will take care of that.

The Maiden Lane situation was discussed the options of what to do with the brush, Doug stated that he would like to burn it and is working with Ron King from the Idaho Dept. of Lands. If we take it by truckload, it would cost the district \$16K. It was also discussed that we scatter it, but Doug stated that he never got anything in writing from the county to scatter the brush.

Doug stated that John Tindall's letter of November 14 has change orders and that change order's 1-9 need unit pricing from ACI. Doug sent a letter to Tindall discussing the change orders.

Doug stated that he has put Jack from ACI Construction on alert that the district is change ordered out. Doug also suggested that the district get someone else to move the brush.

Chris Warren brought up the concern that the district should veneer the Lift Station #1 for aesthetic reason and because it is located by several residences.

Doug stated that approval is needed from IDEQ before pouring the concrete for lift station 2A.

Lease approvals for Langley, McWilliams, Phillips and Idaho Dept. of Lands were discussed and Doug will take them all and record them.

Doug stated Phase II will be bid out tentatively in February 2003. Doug then went on to discuss the IDEQ disbursement for ACI and Inland NW Consultants. Chris Warren had concerns on invoice 1760 because engineering work was only 1.5 hour and drafting was 60.5 hours and what that entailed. A motion was made by Stuart Wagner to pay disbursement #10 to Inland NW Consultants invoice 1760 for \$18,724.18. The motion was seconded by Carl and carried. A motion was made by Gene Nett to approve disbursement #11 to ACI for \$318,610.95 (per IDEQ approval). The motion was seconded by Stuart and carried.

#### MAINTENANCE REPORT

Chris Morris brought up that Mr. Louik has requested a main extension to the end of his property on Scranton. The board at this time has tabled the issue.

#### NEW BUSINESS

\_\_Tom Holman came to the meeting to address the Board's concerns with the gas tank at the district's parking lot. The tank which belongs to the groomer committee is leaking diesel and the board has requested that it be moved and cleaned up. Tom who is on the

COOLIN SEWER DISTRICT  
December 10, 2002/Page 3

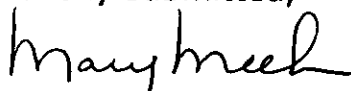
groomer committee will bring the issue before them and get the situation cleared up.

Chris Warren brought up the fact that the Priest Lake Association (PLA) headed by Loel Fenwick is starting a sub-committee of Planning and Zoning for the Priest Lake area. There have been petitions sent against such a formation signed by approximately 60 business owners. The board directed the secretary to write a letter to Bonner County Commissioners stating our opposition and to state that Bonner County has an efficient Planning and Zoning Dept. and a Health Department.

A motion was made by Stuart to give the secretary and maintenance supervisor a \$300.00 bonus. The motion was seconded by Carl and carried.

No further business was brought before the board and a motion to adjourn at 11:10 AM. Motion seconded and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Budget Hearing  
November 26, 2002

Directors of the Coolin Sewer District met on Tuesday, November 26, 2002 at 8 AM for the district's budget hearing. In attendance were: Chris Warren, Bud Justice, Carl Garrett, Gene Nett, Stuart Wagner; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were: Doug Cash from Inland NW Consultants.

OLD BUSINESS

Chris Warren discussed the controversy surrounding Maiden Lane. There is brush piled on the closed road and the county wants us to scatter it back on the road. However, Idaho Dept. of Lands states it is on their property and wants it hauled off. Lot owners of property near there and realtors want Maiden Lane reopened so they may access their lots. Doug Cash talked with Brian Orr and he stated that we haul it and at the district's expense which would be between \$10-15k. Doug will write a letter to the county stating that we are at an impasse with two departments, the Idaho Dept. of Lands and County Commissioners of Bonner County.

Doug brought up with the board change orders that need to be discussed with the board. Bud brought an invoice from 4-29-01 #001055 and he thought that Inland NW was getting paid twice because of the confusion on the bill and how they submit it to IDEQ. Chris Warren explained the difference between IDEQ loan reimbursable and grant reimbursable. That invoice was paid back to the district when we received our IDEQ money for paying off our loan and establishing our savings account to its original amount before the project started. The secretary stated on the district's budget for Inland NW that they have approximately \$89k left to finish the project (not including the contingency). However, Chris Warren stated that the grant reimbursements and loan funding were not separated out and there is actually \$100k to be applied to Inland NW. We did not separate the initial study of the project which was grant reimbursable. We are still owed approximately \$18k from the grant and Doug will research that further.

The budget was discussed and the board concurs with the budget which will be signed at the December meeting. No further business was discussed and a motion was made by Stuart to close the budget hearing at 9 AM.

Respectfully submitted,

*Mary Meek*

COOLIN SEWER DISTRICT  
November 5, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, November 5, 2002 at 8 AM. Those present were: Chris Warren, Gene Nett, Carl Garrett, Stuart Wagner; maintenance supervisor, Chris Morris and secretary, Mary Meek. Doug Cash from Inland NW Consultants was also present. Not present was director, Bud Justice.

Chris Warren called the meeting to order at 8 AM. A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Stuart and carried.

The secretary brought up concerns about IDEQ John Tindall's letter regarding that the board needs to use caution and possibly budget the remaining amount due Inland NW Consultants. After the district's other business is voted on, the board will have Doug Cash address some of the board's concerns.

NEW BUSINESS

Dan Bowling sent in a letter petitioning the district for annexation. The board will pass Resolution 11-5-021 for Mr. Bowling to be annexed. A motion was made by Carl to annex Mr. Bowling's property into the district. The motion was seconded by Gene and carried. A motion was made by Carl to approve Mr. Bowling's sewer application. Motion seconded by Stuart and carried.

OLD BUSINESS

Doug came to the meeting to address the board's concerns and issues that IDEQ John Tindall expressed in his recent letter. Doug stated that yes, problems have occurred and they will go over budget and use the contingency. There were problems with the Inn at Priest Lake and they had to reroute the system to go around it and that cost extra. There were several others, the web site was another expense that got out of hand. The pipeline across McWilliams property had to be reconfigured 3 times as mandated by Merle Langley. The preliminary design had 3 forms of design. Doug stated that these were issues that never came before the board because Inland NW had

COOLIN SEWER DISTRICT  
November 5, 2002  
Board meeting/Page 2

to act aggressively to complete the job. Gene brought up concerns on the pay estimates and were they filled out properly. Doug brought his stack of invoices and everything that the board would like to go through and he encouraged them to look at the stack of invoices. He assured Gene that all pay estimates were filled out correctly. There were concerns from the board about how Inland NW was going to use up the contingency and Phase II has not started. Doug stated that parts of Phase II have begun and he assured us that they will have enough funds to finish the project. The contingency is 18% of \$620K (cost of the Inland NW for the project), which would be around \$100K. The board also had asked where are the rest of IDEQ grant monies which is approximately \$18k. Doug stated he will research the issue and get back to the board.

The board asked on the status of the STAG funding and Doug stated it is still in the appropriations committee and we should hear by the end of the month.

On business at hand, Doug stated that Mike Sackett has the money for the right of way logs for McWilliams, Langley and Bonner County. Doug will have Mike cut a check to the district for the logs, so the property owners can be paid. Chris Warren had issues on the buck/decking that the amounts were on the low side. A motion was made by Stuart to pay McWilliams, Langley and Bonner County as soon as the district received the check from Mike. The motion was seconded by Carl and carried.

Doug presented the board with IDEQ loan disbursements 8 & 9. He asked the board to approve #9 first as ACI would like to be paid in the amount of \$448,766.22. Chris Warren will air the change orders and rerouting the pipe at the Inn at Priest Lake is approximately \$7700.00. There was a problem with ACI on the chlorine deal and that it is debatable. The covering for the pipe was \$7,000.00 and there were some debatable issues there. A motion was made by Stuart to pay ACI when we receive disbursement #9. The motion was seconded by Carl and carried. Pay estimate #8 will be voted on later.

COOLIN SEWER DISTRICT  
November 5, 2002/Page 3

No further business was brought before the board and a motion was made by Carl to adjourn the meeting at 10:45 AM. Motion was seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Special Meeting  
October 25, 2002

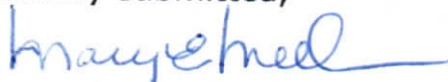
Directors of the Coolin Sewer District met on Friday, October 25, 2002. Those present were: Chris Warren, Bud Justice, Carl Garrett, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Not present was director, Stuart Wagner. Chris called the meeting to order at 8 AM. Also present was Doug Cash from Inland NW Consultants.

Doug came to the meeting to request to the board to proceed with construction of lift station #3 in Cavanaugh Bay because the weather is in a high pressure and we can then turnaround the system to the new site. This lift station is a budgeted \$135K to \$140K item and therefore, needs board approval. Doug stated that John Tindall has given verbal approval to proceed but wanted board approval. Lift station 3 will be in Phase II of the project. The board had serious concerns of INWC going over budget and this was not what was agreed upon. Doug stated that INWC will be going over budget and will use up the 18% contingency fund due to problems along the way. Upon hearing this members of the board were not satisfied and wanted their concerns answered. Doug stated that he would come to the next board meeting November 5, 2002 and bring together the problems that have caused the Inland NW Consultants to go over budget.

A motion was made by Gene to proceed with construction of lift station #3. The motion was seconded by Bud and carried. Doug then brought up the subject of fencing the lagoon. Also, a check was submitted to INWC for invoice 1738 for IDEQ disbursement #6 for \$51,531.81.

No further business was brought before the board and a motion was made by Carl to adjourn at 9:20 am. Seconded by Bud and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District



## **COOLIN SEWER DISTRICT**

October 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, October 1, 2002 at 8 AM. Those present were: Chris Warren, Carl Garrett, Bud Justice, Gene Nett, Stuart Wagner; maintenance man, Chris Morris and secretary, Mary Meek. Also present: Lorna Summer and Ruth McDonald from Cliff Realty. Bart North, Doug Cash from Inland NW Consultants.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Gene Nett and carried.

Lorna Summer and Ruth McDonald came to the meeting with concerns regarding the LID which was established and passed in February 2002. The board stated that it will be a 20 year plan and not an upfront cost. They also had concerns with lot consolidation and the board explained it to them. They thanked the board members for their time and left the meeting at 8:45 AM.

Chris W. stated that we received an agreement with Northern Lights for the lift stations and lagoon which will cost the district \$95K. This will be loan reimbursable. Chris stated that he will sign the agreement and send it back to Northern Lights. A motion was made by Gene to sign the Northern Lights agreement and send a check for \$95,275.50. Motion seconded by Bud and carried.

Bart North came to discuss Disbursement #7 and the needed change orders on the flats. Bud stated his concerns on why change orders were needed. Bart stated that Dave Hunt gave an easement but that we could not remove one tree on the property. This could not be possible and so they had to go around which increased the cost. Bart stated that the board needs to authorize disbursement #7. A motion was made by Gene to accept Disb. #7. The motion was seconded by Stuart and carried.

Chris W. stated that he would like McWilliams to be paid for the easement he has granted the district to build the lift station.

A motion was made by Stuart to pay Invoice #1723 to Inland NW Consultants for \$27,007.76. Motion was seconded by Gene and carried.

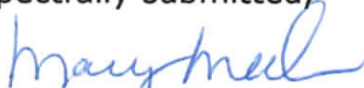
A motion was made by Stuart to submit INWC invoice 1738 to Idaho Division of Environmental Quality for \$51,531.80 which will loan disbursement #6. The motion was seconded by Gene and carried.

OTHER BUSINESS

Sewer applications were discussed and Dan Bowling property is not in the district and will need to be annexed. The secretary will write Mr. Bowling informing him of the procedure for annexation. A application was accepted for Don Manlowe and a motion was made by Carl to approve the application. The motion was seconded by Bud and carried.

Chris M. brought before the board that Scott Kine wants to have a grinder pump installed and that he will upgrade his own. No further business was brought before the board a motion was made by Carl to adjourn at 10:35 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

INC  
INLAND NORTHWEST CONSULTANTS, PA  
PO Box 2543, Priest River, ID 83856  
208-448-4636 phone • 208-448-0626 fax

◆ Fax Transmittal ◆

~~August 19, 2002~~

SEPTEMBER 3, 2002

To: Attendees

Cc: Coolin Sewer District (CSD)

From: Bart North, PE

Re: Coolin Sewer District Wastewater Facility Relocation Project  
Pre-Construction Conference Minutes – September 3, 2002  
3 pages

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**Attendees:**

**Coolin Sewer District (CSD) - OWNER:** Chris Warren, Chris Morris  
**AAPEX Construction, Inc. (ACI) CONTRACTOR-** Scott Sullens  
**Inland Northwest Consultants (INC) ENGINEER:** Bart North

Following is a summary of items discussed at the above referenced weekly construction conference held at the Coolin Sewer District office starting at 11 AM, September 3, 2002. Please review and if clarification and/or correction is warranted, submit in memo form to INC fax number listed above.

1. Scott Sullens requested contact for Verizon: Scott Todd 765- 7937
  - Verizon to supply 6-1200' rolls of 5 pair cable.
  - ACI to coordinate p/u or delivery Verizon.
  - INC requests a pre-installation conference with ACI on the phone service cable.
2. NLI memos reviewed
  - NLI wants power service cable 5' north of north edge of road surfacing. Pipe can go on N. edge of surfacing. INC to flag clear limit 10' off N. edge of proposed surfacing.
3. Pond Staking:
  - Bart described the 0.25' addition on the top of the pond berm during staking. Scott asked to have INC correct the stakes to the intent.
4. Bart asked for revised schedule information.
  - On 9/9, ACI will start pipe crews @ WWTP working north and Pump Sta #1 working south.
  - Future crews will be working on yard piping and irrigation piping.
  - Scott requests clear limits on pipeline, stakes on irrigation intake piping, and Pump Sta #1 ASAP.
5. Bulk excavation beginning today – All west coordinated by ACI
6. Logging on N. end: Sackett to remove merchantable timber w/self loader. INC requests cost information regarding haul (prior to haul) so proceeds can be accounted for to respective property owners. A Pre-installation conference is requested prior to log hauling.

7. Pipe is pulled to 6' east of power poles across Hunt (reference NLI memo allowing this)
8. Bart asked what schedule is for Chase Creek and Bore crossing. ACI assures that it won't be this week.
9. Corp Permit obtained but not received. Requires control of water, segregation of materials of each primary horizon during excavation, and restoration of soil in existing horizons during backfill. ACI will set piezometer during clear and grub to quantify water problem.
10. No pay estimate will be processed this month as none was submitted.
11. INC to provide revised plans on Wednesday.
12. 64+50-92+00 is off limits until easements are obtained and flagging is put up.

Meeting adjourned at 12:30 AM.

Met w/ Scott and Chris Warren on site to review pond excavation at 2 PM. The SW corner of cell #2 is almost to grade. Scott is certain there is not enough material at the staked grades. All West will take some nuke shots on exposed undisturbed to confirm Scott's assumption. Ponds may be lowered to provide for shrinkage above 10%.

COOLIN SEWER DISTRICT  
Board Meeting  
September 3, 2002

Directors of the Coolin Sewer District met on Tuesday, September 3, 2002 at 8 AM. Those present were: Chris Warren, Stuart Wagner, Gene Nett, Carl Garrett; maintenance personnel, Chris Morris and secretary, Mary Meek. Not present was director, Bud Justice. Chris called the meeting to order at 8 AM. Also in attendance was Inland NW Consultant engineer, Bart North.

A motion was made by Carl to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Stuart and carried.

The Board discussed a letter received from Dave Parks regarding his delinquent status and his letter stated that he sent it August 1, 2002, but was not received to us until August 3<sup>rd</sup>. The Board directed the secretary to call the county and have his delinquent status removed and in future delinquent letters to patrons, we will change the deadline to a week prior the actual date it gets turned over to the county. That way it will eliminate any confusion by the patron.

Bart attended the meeting to give a heads up on how the construction is going. Bart stated that we are saving money in the area of earth work because it has gone well and the lagoons are now being completed.

Bruce Yocum a contractor and representative for Don Manlowe came to the meeting with concerns of when the district will be changing pumps and tanks because he is remodeling a storage room into living quarters at Manlowes. Mr. Manlowe's current septic is not on an elevated part of the property. Chris Morris suggested installing a grinder pump there. The board will get back to Bruce Yocum on what service parts and criteria will be needed so he can start construction.

Dave Johnson will be receiving a new STEP system.

Bart suggested that the board meet on this Thursday to have a walk thru on the collection system. Bart recommended to the district that we go with a grinder pump system instead of the STEP system on certain installations.

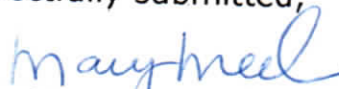
September 3, 2002/Page 2  
Board Meeting

An invoice was presented to the board from Inland NW Consultants for \$27,000.00. A motion was made by Carl Garrett to approve payment of the invoice. Motion seconded by Stuart and carried.

Bart stated that RC Worst will be coming up to give the district a presentation on the grinder pump system.

No further business was brought before the board and a motion was made by Stuart to adjourn at 11:15 AM.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

INC  
INLAND NORTHWEST CONSULTANTS, PA  
PO Box 2543, Priest River, ID 83856  
208-448-4636 phone • 208-448-0626 fax

**August 19, 2002**

**To: Attendees**  
**Cc: Coolin Sewer District (CSD)**  
**From: Bart North, PE**  
**Re: Coolin Sewer District Wastewater Facility Relocation Project  
Pre-Construction Conference Minutes – August 16, 2002**

**Attendees:**

**Coolin Sewer District (CSD) - OWNER:** Chris Warren, Bud Justice, Carl Garret, Chris Morris,

**AAPEX Construction, Inc. (ACI) CONTRACTOR-** Jim Haneke, Jack Caswell, Scott Sullens, Tom Woodman

**Inland Northwest Consultants (INC) ENGINEER:** Bart North

**Idaho Department of Lands (IDOL):** Ron King

**Bonner County Road and Bridge Dept.:** Tim Elsie, Ron Morrow, Lonnie Orr

**Northern Lights, Inc. (NLI):** Duane Abromeit

**All West Testing:** Mitch Keith

**Sackett Excavating:** Mike Sackett

**Idaho Department of Environmental Quality (IDEQ):** John Tindall

Following is a summary of items discussed at the above referenced pre-construction conference held at the Coolin Sewer District office starting at 9 AM, August 16, 2002. Please review and if clarification and/or correction is warranted, submit in memo form to INC fax number listed above.

1. ACI presented a preliminary schedule for the project. ACI indicated that the schedule is subject to change and further clarification. Work will begin on JPF first. Clearing and Grubbing will be a first priority project wide. Bart described the following areas that are not accessible to date. INC will be working to open these areas up for construction:
  - a. From Inn to Fire Station (Easement not finalized)
  - b. Station 97+00 – 101+00 (Wetland permit pending)
  - c. Pump Station #1 (Easement not finalized)
  - d. Station 64+50 – 92+50 (Easement not finalized)

**Bonner County**

2. ROW Use Permit Application reviewed.
  - Memorandum of Understanding (MOU) regarding road restoration bonding providing for use of Contractor's performance bonding for project in lieu of providing separate bonding as required by permit application.

- ISPWC Section 306 compaction requirements will apply for trenching in Road ROW
  - All West will perform testing as required by ISPWC 306. Testing results to be copied to BC as they become available.
3. Chase Creek CMP was discussed. Logistics/Schedule for construction discussed. ACI will provide a cost estimate for the installation for County review and obtain County approval prior to construction. Work to be performed under CSD contract with reimbursement from County. Control of flow during construction discussed. ACI to submit construction sequence including flow control and restoration plan for CSD review/approval prior to construction.
  4. BC would like to review road crossing on Sherwood Beach Road prior to construction. Open cut excavation located off end of pavement proposed. INC to submit plan for BC review/approval.
  5. Where necessary, ballast over geotextile will be used to stabilize subgrade. Ballast source may consist of select pit run from pond excavation with BC review/approval.

#### **Northern Lights, Inc.**

6. Duane asked about how brush would be disposed of along power line. Brush will be removed and hauled away.
7. Phone service location? Over top of pipe, at least 5' away from power service cable.
8. Duane asked for 3 schedule 40 PVC conduits under East River Road crossing @ 48" bury.
9. Duane cautioned ACI to observe NESC separation requirements while working under the power lines.

#### **Idaho Dept of Lands**

10. NLI and Verizon are requesting separate easement to pipe easement. INC will work with IDOL to finalize easement documents.
11. Lease is in Boise waiting for signed bonds. INC will coordinate with IDOL to finalize lease document.

#### **Pre-Con Handout Agenda**

12. Tentative construction schedule: As noted above
13. Phasing: Phases are as called out in contract. ACI's schedule indicates phase 1 will be completed by December 13, 2002
14. Critical work sequencing:
15. Designation of responsible personnel:  
ACI: Jim Haneke, Scott Sullens - Field  
Jack Caswell, Tom Woodman - Office  
INC: Bart North
16. Procedures for processing field decisions and Change Orders: As specified in Contract Documents
17. Procedures for processing Applications for Payment: Pay requests will be submitted at CSD Board meetings which are held @ 8 AM the first Tuesday of each month unless otherwise noticed.
18. Distribution of the Contract Documents: ACI requested 12 complete sets
19. Submittal procedures: As specified in Contract Documents
20. Preparation of Record Documents: ACI to maintain As-Built record during construction and maintain on project premises during construction. INC to submit Record Drawings to Agencies after construction.
21. Use of the premises: ACI to specify water source and staging area(s) to be used during construction for CSD review. CSD office site was offered as a staging area for construction.



22. Responsibility for temporary facilities and controls: ACI responsibility
  23. Parking availability: Not Applicable
  24. Office, work, and storage areas: Job shack will be located at JPF WWTP.
  25. Equipment deliveries and priorities:
    - a. JPF WWTP address:  
**93 USFS Rd 173**  
**Coolin, Id 83821**
    - b. Pump Station #1 address:  
**45 Sherwood Beach Road**  
**Coolin, Id 83821**
  26. First aid: ACI Responsibility
  27. Security: ACI Responsibility, JPF Access road cannot be gated.
  28. Progress Cleaning: ACI Responsibility
  29. Working Hours: Restrictions may apply in Coolin and adjacent residential area along construction corridor.
- Idaho Dept of Environmental Quality**
30. John inquired as to the form of liner warranty that will be provided. John mentioned that the leakage testing could be expedited by transferring from one pond to the other as soon as the first pond fills. Transferring will be implemented to expedite the leakage test. CSD has elected to extend the warranty 3 years beyond the 1 year performance warranty provided by the contract.
  31. Project Sign: This is a project requirement. Sign will be installed at CSD office at location specified by CSD.

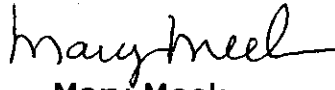
Meeting adjourned at 11 AM.

COOLIN SEWER DISTRICT  
Page 2/August 6, 2002

for advisement. A motion was made by Gene to have the Notice of Award for ACI to go to John Tindall (IDEQ). Motion was seconded by Bud Justice and carried.

No further business was discussed and a motion was made by Gene to adjourn the meeting at 10:35 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

Coolin Sewer District/Page 2  
July 2, 2002

Eric Hesse's application was discussed and Doug stated that the easement is valid. Doug would look into it more and get back with the board.

A building permit for John and Beth Riley was approved and signed by the board.

#### MAINTENANCE REPORT

Chris brought up the fact that when the Petrie's tore down their existing residence and built a new one on both their lots that they had to move the septic tank that was a common with Brook's. When they moved the tank, the Brooks' lost their power. Chris wanted to know whether to bill the Brook's or to bill Copper Bay (the contractors for Petries') for reconnecting the power to Brooks. The board stated that the Petrie's need to be billed for reconnection of the power to the Brooks.

A motion was made by Bud Justice to pay the invoice of \$41,063.05 to Inland NW Consultants. The motion was seconded by Stuart providing that Inland NW Consultants will receive no more payments until the IDEQ funding is in place. The motion was carried.

No further business was brought before the board and a motion was made by Stuart to adjourn the meeting at 10:10 AM. Motion seconded by all.

Respectfully submitted,



Mary Meek  
Clerk/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
July 2, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, July 2, 2002 at 8 AM. Those present were Chris Warren, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Not present was director, Carl Garrett. Also present at a later time were Doug Cash and Bart North. Dave Johnson and Bill Sullivan patrons of the district also attended the meeting. Chris Warren called the meeting to order at 8:05 AM.

NEW BUSINESS

Dave Johnson attended the meeting and wanted to know what kind of tank to put in the ground because he will be building a new residence and needs the septic tank moved. The board had not decided what kind of septic tank to install and Dave felt that the board should have decided that beforehand. Chris will get back with Dave and let him know what tank to purchase. Dave then left the meeting at 8:15 AM.

Bill Sullivan attended the meeting to state that he has purchased 3 lots from Helen Brown in the Coolin Original and wants to know how much it will cost to extend the main so that he can hookup to the system. The engineers and board will get back with Mr. Sullivan on what the costs will be.

OLD BUSINESS

Bud asked the engineers how the proposal before the IDL Land Board is processing. Doug stated that they will not get approval from the Land Board until an appraised value is completed on the raw land. There was some confusion on what exactly that was. Stuart stated concerns that he feels the engineers need to be pulled in and to make every effort to come in under budget.

The website was discussed and Doug stated that the person is on vacation and as soon as he gets back they will be the keys and hand over the site to the district.

Coolin Sewer District  
Page 2/July 16, 2002

Mick also discussed the salvage sale issue will be looked at by the Coeur d'Alene office. Harvest will need to be completed by December 31, 2002. The IDL will do the tree laying skid and burn the piles. All of this and to energize the plant will cost the district between \$70,000 and \$80,000. No further business was discussed at this time and Mick and Ron left the meeting.

Bart stated that he has submitted the grant reimbursement to IDEQ for \$320,000.00 and we are awaiting payment.

Gene Nett presented Bart and Doug with belly button windows and that's all we have to say about that. No further business was discussed and a motion was made to adjourn the meeting at 10:15 AM. Seconded by Stuart and carried.

Respectfully submitted,



Mary Meek

Clerk/Treasurer

Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
June 2002

Directors of the Coolin Sewer District met on Tuesday, June 4, 2002 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance man, Chris Morris and secretary, Mary Meek. Also in attendance at the meeting were Inland NW Consultants, Bart North and Doug Cash. Richard Day and his contractors attended the meeting. Chris called the meeting to order at 8 AM.

NEW BUSINESS

A motion was made by Stuart Wagner to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

Richard Day came to the meeting along with his contractors to discuss that he is tearing down his existing cabin and will be rebuilding a new home. He had issue with the fact that his new home will be partially built over the mainline and has asked what he and the builders could do to divert the line. The board stated that he can divert the line with the help of the district's engineers, but that Mr. Day would bear most of the cost of the project. Mr. Day agreed with the board's discussion.

OLD BUSINESS

The IDEQ \$3.9 million contract that they awarded the district was discussed by the Board. A motion was made by Gene Nett to approve the contract. The motion was seconded by Bud and carried. The chairman will sign the contract and the secretary will send it to IDEQ certified.

Bart and Doug attended the meeting. Bart stated that he will distribute the plans this Friday, June 7<sup>th</sup>. He stated that the bids will open on June 26<sup>th</sup> until 5 pm at Inland NW Consultants office in Priest River.

Doug met with Idaho Dept. of Lands and provided all items that were requested from the IDL in their letter from last month and progress is being made. The whole package is at the land board awaiting word. Doug touched a little on logging operations.

Bart stated that he is working with patron EJ McWilliams and he will be granting the district an easement. It is a matter of which is the best location to select and will probably run up a skid trail.

Doug stated that the website is in progress of updating and that within the week they will calling the secretary and handing control of the website with the codes over to the district.

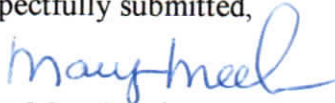
Coolin Sewer District  
Page 2/June 2002

A motion was made by Gene Nett to pay Inland NW Consultants \$56,620.45. The motion was seconded by Bud and carried.

Eric Hesse attended the meeting to connect to the system. The board tabled the application until we receive an easement from the county on his property.

No further business was discussed and a motion was made by Carl to adjourn the meeting at 10:10 AM. The motion was seconded by Bud and carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Board Meeting  
May 7, 2002

Directors of the Coolin Sewer District met on Tuesday, May 7, 2002. Those present were: Chris Warren, Carl Garrett, Gene Nett, Bud Justice, Stuart Wagner; maintenance man, Chris Morris; secretary, Mary Meek. Also in attendance, Bart North and Doug Cash. Chris called the meeting to order at 8:05 AM.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Bud and carried.

NEW BUSINESS

The Bellah's attended the meeting and are the contractors for Richard Day out on Clam Bake Road. They have requested to move the pressure line and the board stated that the engineers will be checking it out and figure the best way to handle the situation. They left the meeting at 8:30 AM.

Bud Justice presented a resume of Karen Armstrong given to him by Sonja Maloney for a grant researcher and P.E., to further pursue other grant funding. Bart stated that they had exhausted all avenues for grants when they hired Leonard Hendrickx.

OLD BUSINESS

IDEQ contract for \$3.9 million was received and discussed by the Board. Bart stated the archeological inspection will be done on May 15, 2002. The bids will be advertised on May 15, 2002 and the bids will be opened on June 12, 2002. Bart discussed the system that we will be installing. Bart also stated that he will get together a newsletter for the June 1 billing and will update the website with the current newsletter and project status. Bart suggested for Chris Morris to get out and test the lines. Doug presented the board with an invoice for \$59,119.37. A motion was made by Bud to approve payment of the invoice. Motion was seconded by Stuart and carried.

A motion was made by Carl Garrett to approve the IDEQ loan draft contract. The motion was seconded by Bud and carried.

MAINTENANCE REPORT

Chris Morris stated that he needs to order chlorine tablets and the board approved for him to do so.

Ray Green had requested if we still do shared hookups and the board stated that we no longer share hookups. Bart suggested that the board meet on Tuesday, May 21, 2002. No further business was brought before the board and a motion was made by Gene to adjourn the meeting at 10:40 AM. Motion seconded and carried.

Respectfully submitted,

*Mary Meek*



COOLIN SEWER DISTRICT  
Business Meeting  
May 18, 2002

Directors of the Coolin Sewer District met with Idaho Senator, Larry Craig and Dan Whiteing at the Village Kitchen in Priest River, Idaho. Those present were: Chris Warren, Gene Nett, Bud Justice, Carl Garrett, Stuart Wagner; maintenance man, Chris Morris. Also in attendance were district patrons: Nathaniel Pace, Dick and Mary Skinner, Bob and Lou Johns. Kathy Nett filling in for secretary, Mary Meek.

The Board presented Senator Craig and Dan Whiteing with a small history of the district. That we currently service 477 ER's. That we are leaking 800 million gallons per year. We are currently replacing steel tanks on an as needed basis and with funding for the project we will replace all steel septic tanks.

They discussed that the LID is assessed at \$6,000.00 and will not be reduced unless we receive STAG funding. They stated that the sewer line will be installed along the East River Road for approximately 3 miles. A future cell can be added 40% expandability of bond.

Senator Craig response was that he was pushing to get the grant, but no budget is set yet. We will know by October 1, 2002 of what we get. The Idaho Fixed Amount Allegation Committee decides the outcome but the whole delegation agrees we need it.

We are a priority this year on the Appropriations Committee Bill. If we do not receive the funding this year, that yes, we will receive it the following year. No further business was discussed and the meeting adjourned at 12:45 pm.

Respectfully submitted,

  
Kathy Nett—minute transcriber

COOLIN SEWER DISTRICT  
Board Meeting  
May 21, 2002

Directors of the Coolin Sewer District met on Tuesday, May 21, 2002. Those present were: Chris Warren, Bud Justice, Carl Garrett, Gene Nett, Stuart Wagner; maintenance man, Chris Morris; secretary, Mary Meek. Also in attendance was Bart North from Inland NW Consultants.

A letter received from the Idaho Dept. of Lands was discussed by the Board and Bud Justice suggested that Bart be more pro-active with the IDL. Bart stated that in February they showed where transmission map and the preliminary legal. Bud stated that Bart and Inland NW Consultants give the IDL all that they have requested in their letter to the district by the next meeting which is June 4, 2002. The secretary, as a concerned patron, questioned if the IDL does not let us construct this year, will our IDEQ funding be delayed would that impact the district so it could not meet its August 12<sup>th</sup> interim loan payoff. Bart stated that the IDEQ funding will be reimbursing us this year and Chris Warren stated that everything that we have spent and invested is reimbursable. Bart stated that they will be meeting with IDL today at 3 pm.

The board brought up the issue of the website and why is it stalled. Bart stated that he will have it updated with the June 2002 newsletter and project status.

Issues of concern that have arisen in the upgrade process is communication with the Wagners' who are located on the East River Road in which we need to access some of their property for the relocation. Still no firm commitment has been reached from the Wagners. Bart stated that we will be doing an appraisal on the McWilliam's property for the Lift Station site. Chris Warren suggested that we "t" the site and then present it to Mr. McWilliams.

Bart discussed putting the project to bid and a motion was made by Gene to bid the project. The motion was seconded by Bud and carried.

A motion was made by Stuart to pay each director \$100 for travel and attending the meeting in Priest River on May 18, 2002. The motion was seconded by Carl and carried.

Motion was made by Gene to adjourn the meeting at 9:45 AM. The motion was seconded by Bud and carried.

Respectfully submitted,



Mary Meek

Secretary/Treasurer

COOLIN SEWER DISTRICT  
Board Meeting  
April 2002

Directors of the Coolin Sewer District met on Tuesday, April 16, 2002 at 8 AM. Those present were: Chris Warren, Carl Garrett, Gene Nett, Stuart Wagner; maintenance supervisor, Chris Morris and secretary, Mary Meek. Bart North from Inland NW Consultants also attended the meeting.

A motion was made by Carl Garrett to approve the minutes of the previous meetings, payment of bills and the Treasurer's Report. The motion was seconded by Gene and carried.

Chris Warren brought up the fact that Merle Langley has granted the district an easement though his property, which is adjacent to Lucy Storro's. They need to obtain an easement from the Wagner's on the East River Road.

Bart attended the meeting to discuss the next stages and brought out the maps to discuss the new system with the board. Also discussed was additional financing from Well's Fargo in the amount of \$200,000.00. A motion was made by Carl to approve Resolution 02-5 (an amended 02-4). The motion was seconded by Stuart and carried.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:45 AM. Seconded by Carl and carried.

Respectfully submitted,



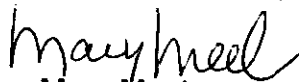
Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
April 24, 2002  
Public Hearing

A public hearing was held on Wednesday, April 24, 2002 at 9:00 AM for the public to receive testimony from concerned persons regarding the district's Environmental Information Document (EID) on the proposed new relocation. Those present were: Secretary, Mary Meek; maintenance supervisor, Chris Morris, director, Gene Nett and Inland NW engineer, Bart North.

No public testimony was received and the hearing closed at 10 AM.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
March 26, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, March 26, 2002 at 8 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Bart North and Doug Cash INWC engineers, arrived at the meeting at 8:45 am.

A motion was made by Gene to approve the minutes of the previous meeting, payment of bills and the Treasurer's Report. The motion was seconded by Carl Garrett and carried.

NEW BUSINESS

Hank Jones sent a letter requesting that he be assessed to 1 ER (currently at 2 ER). He stated that he is not going to rent out the apartment in his home. The board had no problem with his request and a motion was made by Bud to reduce his residence to 1 ER. The motion was seconded by Stuart and carried.

OLD BUSINESS

Bart North and Doug Cash attended the meeting to discuss that DEQ won't start the financing until June 2002 because the EID document was delayed by the Dept. of Fish and Game. Chris Warren stated that we will be securing more interim financing. Bart brought out the maps to show where the lines will be. Bart also stated that the board needs to think about increasing the pond size due to growth. The board concurs with Bart to maximize the pond to fit the facility project. Stuart reiterated again concerns about the odor travelling down by Paul Storro. Doug stated that the wind flow is southwest and northeast and also the treatment plant will be located seven tenths of a mile away from Mr. Storro's residence will help diffuse the odor. Bart met again with Ed Robinson, Area Supervisor for the Idaho Dept. of Lands and that Ed stated that the district should lease all the land pertaining to the size of the treatment plant and buffer zones.

Bud has requested a synopsis breakdown of expenses from Inland NW Consultants and where all the money has been going. Bart stated that he would make a breakdown list of the expenses and bring it to the next meeting on Tuesday, April 16, 2002.

A motion was made by Carl Garrett to approve Resolution 02-4 for more interim financing in the amount of \$200,000.00 Resolution 02-4 was seconded

COOLIN SEWER DISTRICT


Page 2/March 26, 2002

by Stuart and approved by roll call vote; all ayes: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett.

Bart then submitted a bill for approval to pay INWC \$25,000.00 and will pay them the remainder of the bill when the interim financing comes through. The motion was seconded by Carl Garrett and carried.

No further business was brought before the board and a motion was made by Carl to adjourn at 10:45 am. Motion seconded by Bud and carried.

Respectfully submitted,



Mary Meek

Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
March 5, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, March 5, 2002 at 8 AM. Those present were: Chris Warren, Bud Justice, Gene Nett; maintenance supervisor, Chris Morris and secretary, Mary Meek. Also present were: Bart North INW Engineer, Ed Robinson—Area Supervisor Ron King, lease specialist Idaho Dept. of Lands. Chris Warren called the meeting to order at 8 AM.

A motion was made by Bud Justice to approve the minutes of the previous meetings and both LID hearings, payment of bills and the Treasurer's Report. The motion was seconded by Gene Nett and carried.

OLD BUSINESS

Ed Robinson stated that they have been talking with Inland NW Consultants and the Idaho Dept. of Lands (IDL) gave them the procedures to follow when they start the construction phase. Ed stated that the IDL will need the following before he even goes before the land board to present the facilities plan: Three copies of a map of the surveyed site. Ed also stated that the engineers need to work closely and keep communications open with Martin Taylor from Bonner County Planning Dept. Ed discussed that they will probably hold a public hearing to listen to input because the site is on state land. May will be the earliest Ed can go before the land board.

Ed stated concern that the Idaho Dept. of Lands was assessed \$138,000 from the LID. Nine are currently hooked up with another 11 to 12 cottage lots that are in question and Ron wanted to be kept posted on when the LID comes due because they have to report the amount so it will be entered into the budget.

Bart brought up the north annexation with Ed and Ron and suggested that IDL re-review it. Ron stated that when he talked with Glen Rothrock that there was no interest with DEQ to further pursue the north annexation and that Mr. Rothrock stated the north end of the lake was up to 1972 standards which is criteria they currently use.

Bart discussed the EID from the Kalispell tribe and stated some issues need addressing.

Ed and Ron left the meeting at 9:30 AM.

A motion was made by Bud to pass a Resolution for Chris Warren to sign off the loan application. The motion was seconded by Gene and carried. A

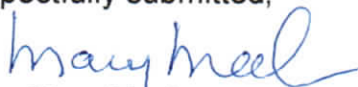
02-3

Coolin Sewer District  
March 5, 2002/Page 2

motion was made by Bud to pay the bill for Inland NW Consultants for 42,228.58. Motion was seconded by Gene and carried.

No further business was brought before the board and the board will meet on March 26, 2002 at 8 a.m. Motion made by Bud to adjourn at 10:15 AM. Motion carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District



COOLIN SEWER DISTRICT  
February 15, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Friday, February 15, 2002 at 8:05 AM. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also present were: Doug Cash and Bart North from Inland NW Consultants.

Chris called the meeting to order at 8:05 AM. Carl brought up concerns about establishing a commercial policy. Chris Warren was concerned about the patrons on vacant lots and how they are currently assessed the \$6000. He felt they should not be assessed the full \$6000 because those patrons would be subsidizing for the replacement of the tanks in the district. Bart stated that he would have the ordinance for establishing commercial policy by the March meeting. He also stated that he will be putting a newsletter out next week.

Interim Warrant Resolution for district financing was discussed along with the LID Resolution and a motion was made by Bud Justice to pass Interim Warrant Resolution #02-1. The motion was seconded by Stuart and a roll call vote was taken all in favor. The motion was passed. A motion was made by Bud to approve LID Resolution #02-2. The motion was seconded by Carl and a roll call vote was taken, all in favor. The motion passed.

Bart and Doug expressed the importance of creating a website so that information such as minutes, newsletters and contacts be made available to the patrons. A motion was made by Carl Garrett to form a website. The motion was seconded by Bud and carried. It was also discussed by the board to purchase a computer for the office and directed the secretary to look into different companies such as Dell, Gateway & Costco on prices and specs.

No further business was brought before the board and a motion was made by Carl to adjourn at 9:15 AM. Seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Continued LID Hearing  
February 14, 2002

The Board of Directors and staff of the Coolin Sewer District met on Thursday, February 14, 2002 at the Inn at Priest Lake. The engineers changed the meeting place from the Coolin Civic Center to the Inn at PL due to increased attendance. Those present were: Chris Warren, Carl Garrett, Gene Nett, Bud Justice, Stuart Wagner; Chris Morris and Mary Meek. Also attending the hearing were: Doug Cash, Greg Snow, Bart North from Inland NW Consultants, Dana Wetzel the district's bond attorney, John Tindall from Idaho Division of Environmental Quality. Chairman, Chris Warren called the hearing to order at 5:10 p.m.

Chris then introduced Dana Wetzel, the district's bond counsel to come up and again answer questions concerning the LID. She stated that if the board signs and passes the LID resolution the engineers will put out the bid packages probably this spring as people are eager for work. IDEQ has offered us financing at 3.75% and the board could raise it 1% for the secretarial and administrative work if need be. The engineers will be sending letters to the patrons concerning letters and email and Webster that we can contact our state senators and plead for STAG grant funding.

John Tidal from IDEQ came and gave his presentation and the district is bound to upgrade or we could suffer fines and in a worst case scenario a moratorium on property. The district is under IDEQ jurisdiction on the upgrading process. Patrons complained how come people up on the north end of the lake can have drain fields and they do not have to come into compliance. John stated that once the district signed the compliance schedule that gave the IDEQ jurisdiction over the district and therefore, we have to comply with upgrading.

The following are names of the patrons that presented their concerns at the hearing: Gary Saunders, LL Koonerey, Gary Lammers, Dave Johnson, Sonja and Jim Maloney, Sherry Mayer, Randy & Yvonne Phelps, Bill Jemison, Gordon Hudson, Val Miller, Ron Sandstrom, Nate Pace, Glen Bier.

Dana stated that the protest letters have been entered into record. No further discussion by the patrons and the hearing adjourned at 7:10 p.m.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
February 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, February 4, 2002. Those present were: Chris Warren, Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also in attendance were Bart North and Doug Cash from Inland NW Consultants. Chris called the meeting to order at 8:30 AM.

Tom Wagner a concerned patron came to the meeting to discuss what is the district's policy on ER's and how is they assessed. The Board stated that they are currently working on a policy and will inform Tom as soon as it is completed. He then left the meeting.

OLD BUSINESS

The Board came together to discuss setting a commercial policy on assessing ER's. Bud distributed his sewer ordinance and definition of ER's which would help the board come to a determination on commercial ER's. They discussed establishing a commercial policy for both ER's and LID assessments. It was discussed by the board and the engineers that we could use 0.6 regional demographic factor, but Bart cautioned that we do not need to come to a decision today. Bart and Doug will come back at next month's meeting with an ordinance to establish the commercial policy.

No further business was brought before the board and a motion was made by Bud to continue this meeting on to the public LID meeting on February 14, 2002 at the Coolin Civic Center. Also a motion to adjourn the meeting at 9:30 am. The motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
January 23, 2002  
Local Improvement District Hearing

Chris Warren, Bud Justice, Gene Nett, Stuart Wagner, Carl Garrett, Chris Morris and secretary, Mary Meek of the Coolin Sewer District, along with Inland NW Consultants, Bart North and Doug Cash, Greg Snow; bond counsel, Dana Wetzel met for a public LID hearing on January 23, 2002 at 4 PM. Also in attendance was John Tindall from Idaho Division of Environmental Quality. The hearing was called to order by director, Bud Justice at 4:10 p.m. Bud introduced the CSD staff, the engineers, Bart and Doug and bond counsel, Dana Wetzel and then turned the meeting over to Dana Wetzel to explain the LID hearing. Before turning the meeting over to Dana, Bud did state that some patrons did not receive their LID assessment letters and that they will schedule a continued LID hearing at the Coolin Civic Center on Thursday, February 14, 2002 at 5 PM.

Dana reminded that there would be a continued meeting to February 14, 2001 because seven patrons did not receive their letters. She also stated that if some patrons received their bill, but not an LID letter due to buying the property under contract that was on the assessment roll from the county but not on the sewer district's billing that they will be notified by cross referencing both the assessors and CSD billing list. She stated that the Board would receive written comments for the next continued hearing. The Board will make no decision tonight but rather hear patron's comments. She went on to explain the process of a LID and stated that this is a formation hearing. First the board had to hire an engineering firm to do the preliminary design as is required by Idaho Law. The engineers came up with the \$6000 cost per ER that they believe the system will cost and will not intend to exceed that amount. The actual call of the LID may be less than \$6000. If the Board approves the hearing, then they bring the engineers in for the final design. Some patrons asked why we didn't design this system before this meeting, so we know exactly how much it cost. Dana explained that the law does not require this and the Board does not want to invest triple the engineering cost for the final design. We are following statute and protecting ratepayers and once the LID is (assumed) formed, the board will pass a resolution forming the LID and invest the extra monies to construct the final design. In the spring when the bids come in we will then know more on the actual cost of the system. The Board has final discretion from this meeting forward on forming the LID but is open to discussion from the patrons. If the Board forms the LID and at the final assessment roll they come to an equitable way of distributing the costs, the board passes a Resolution that confirms that assessment roll and every property owner from the date of that resolution for the next 30 days, will have the opportunity to pay assessment in full and no interest will be charged. If the patron does not chose to pay in full, then you will have chosen a payment period. This payment period is established by the State of Idaho, they're giving the district a revolving loan at 3.75% interest, presuming a payment period of over 20 years. The district at that time will have the opportunity to raise the interest rate by 1 percent to pay the cost of administrative fees on the LID because secretarial fees will go

up substantially because of mailings, take care of delinquencies and answer questions on selling property and refinancing their property. Calculations at 20 years at 4.75% the annual payment for this LID will be approximately \$471/ER per assessment. That is what will be billed annually. Is there a prepayment penalty if a patron pays off their LID early, answer is no not technically but to be forthright with customers, under state law the state requires that the board charges the principal that is due and the interest that has accrued plus 1 years' additional interest and that is like a prepayment penalty. The LID assessment is assignable but most banks do not like to assign it because it is a lien against your property second only to property taxes. Most banks when you refinance your loan will require that you escrow that money and pay off the LID.

Dana explained while reading letters she would like to address some hot topics:

- 1) why is the district forming the LID before we know about the grant money. The answer is we have to build these improvements whether or not we receive a grant that is a requirement of the State of Idaho. John Tindall from IDEQ is here to answer questions pertaining to that. Now if the Board receives grant monies, it will automatically reduce the \$6000 LID figure between now and the completion of the project. There is accountability in the distribution of funds. Any time an engineer certifies a bill for a contractor, it has to go to the Board for certification and final certification comes from IDEQ. This ensures that financially, the project is being built as efficiently as possible.
- 2) Also of patrons have inquired about consolidation of lots. The board will adopt a policy that will allow lot consolidation. Once we have that policy we will mail it out to all the property owners along with the proper forms to request consolidation of their lot. Let it be known that consolidation will both hurt you individually and helps you. All lots that are platted in this district are presumed under the law to be buildable and the system is designed for the next 20 years. To be prudent, the engineers have to design a system that is large enough so that the capacity in the lagoon in 20 years will be sufficient to provide sewer every lot in this district. What everyone is being assessed for in the district, is a system large enough to serve every lot in the district. Everytime the board consolidates 2 lot into 1 assessment, everybody else is paying for the enlarged system and that person is not paying for the two lots you are all sharing distributed cost of what is being consolidated. So the board will be looking at this carefully as is there reasonable expectation in the next 20 years, the lot requesting to be consolidated will never have a request for an independent sewer hookup. There will be lots in the district that fit this category, such as a residence on 2 lots where is sits on both lots, a lot so steep that you could not build on them. Everytime the board consolidates a lot that means as a whole you are building a system that a consolidated lot is not paying for. The Board is working on a consolidation policy and as soon as the LID is formed it will be distributed to the patrons.
- 3) Complaints about the date of hearing of why in the middle of January. This date was driven by the construction period. IDEQ has requested that the lagoon system be up

and running by 2002. If engineers are going to get a good bid, they need to get the bid package published in March and this cannot be done until the LID hearing is passed. There was concern in the letters about why has there not been more information regarding the LID. Dana stated the board has had quarterly newsletters in the billing statements and a public hearing in August 2001 of which only 30 patrons came. The Board is sincerely trying to keep patrons up to date.

It was asked if state lease land is assessed and Dana stated it would be assessed in the same fashion as private land. A patron asked regarding assessments, what is the provision for large parcels of land which are not ready for hookup, but in the future could be subdivided have they received an assessment? Dana stated that the have received an assessment. Doug Cash stated that one of the letters the district received, the patron immediately went over to the county and consolidated at the county level. Doug stated that is a difficult thing to undo and asked Dana to touch on that. Dana stated the consolidation the district is doing is for LID purposes only, which is an agreement between the patron and the district board. You do not have to go back and replat your property so that it conforms under Bonner County Assessor's records. However, if you change you mind and want to hookup in the future that you will have to pay in addition to the hookup and service parts fees, you will be assessed the LID fee. One patron asked if he has two residences on one lot, could he consolidate and be assessed one LID. Dana stated if you have two residences, you will be billed twice because the system is designed for capacity of both residences. One patron stated regarding future expansion he has 1 ER on 37 acres is the district going to limit that 37 acres to 1 ER. Dana stated the engineers are prudently designing the system for what they expect to be at the population date in 20 years and is not a land management system. A patron stated that there are a lot of retired patrons on the district and this would be a financial drain and could force them to leave. The Board will look into Panhandle Council because there are some low and moderate-income grants that are sometimes available in areas that will pay assessments below the median income in the State of Idaho. Dana stated that we don't know if this district will qualify. One patron stated that after the construction of the system if in fact we have people come along and either change the amount of ER's they have or is a small subdivision, what would happen to those funds to offset the rest of the people who already paid for that system in that area not on site but the actual infrastructure itself. Dana stated after the LID closed and even though the board receives the LID fee, they cannot go in and reduce everyone's assessment by that amount of money, but the board will put that money aside in a special reserve fund that the State of Idaho insists upon and will act as watchdog over this. So the next time you need improvements on the system, it will have that kind of money and we won't have to go through this LID process again. Commercial rates are being assessed differently and the board is working on a policy.

A patron asked are we applying for grants and yes, we are awaiting word from STAG funding in March. This grant will pay at most 65% of total cost of LID least it would pay 5%. If we do not receive a grant, we will still be mandated to upgrade. A question was asked that in a worst case scenario if a bunch of lots were consolidated but we did not receive a grant each assessment would probably go up because we still have to come up with the same amount of dollar. Dana stated that one of the things we did in that \$6000 amount we built in a presumption that the board would grant some consolidations. What are the percentages of grants we have applied for. First of all a big question is do we qualify. We do qualify for the STAG funding grant. We have applied for the State revolving loan fund, which is the 3.75%, we qualify because we do have a pristine lake and therefore we range higher than other entities. The state does not give out grants. The engineers are seeking out any grants. Doug Cash suggested that we write our state senators, Sen. Craig and Sen. Crapo office and plead for funding.

Dana handed the hearing over to the district's engineer, Bart North to give his power point presentation (same one given in August 2001) and to keep it to a minimum of 15 minutes. Patrons will be given an opportunity to come up after the presentation and ask questions to Bart. Dana also directed any questions pertaining to the LID to ask her after the meeting. She also introduced John Tindall from IDEQ for patrons who have questions for him. Bart wanted to address a question earlier pertaining what happens when you come in after the LID assessment has been closed out for years and you want to obtain a hookup. You would pay the LID assessment along with a capitalization fee attached to that which the original LID assessment is increased annually by the construction cost index which is a way of prorating the assessment so it is on a par with patrons that paid for it on the date of construction. Bart then continued with his power point presentation. After the presentation, Bart did discuss that STAG grant because this is a federal appropriation it is not out of the question and may actually help our application if patrons submitted letters to our congressmen requesting help in this project. Even though you are in Washington you can write Sen. Nethercutt because it is a federal grant. Comments were taken from patrons are as follows:

- 1) Why not if the existing system is over capacity in summer and winter doesn't have enough storage, why not build something smaller down on the flats and pump two ways? First of all, the current system controlling the system now is being lost, valves are becoming inoperable. Two wastewater treatment plant is not financially feasible. Bud asked for a 10 minute break.
- 2) Lee Daniel stated his strong approval for moving the system to the Jack Pine Flats area. In the letter he received it stated that the contingency fund had increased over the original plan. What is the amount of the contingency fund? How is it determined and who controls that for emergency purposes only? Dana Wetzel

Stated that construction like this is on a 10% contingency fund because she hates to close a LID that will cost more in the end than beginning. She asked the engineers to cut back 20% and the reason it won't be used as a slush fund is that the engineers have to certify that the work has been done correctly and the board has to certify that also. Then this all has revision under the guidelines of IDEQ. The most competent low bid will be used. The contingency fund is approximately \$100,000.

3. Randy Phelps the \$6000 estimates was based on how many ER's given the total cost of \$3.9 million. How were the ER's calculated? Bart stated that you take \$3.9 and divide it by 600,000 it would come up with 650 ER's. The engineers came to it by looking at all the taxable parcels within the legal boundaries of the district. Then they took into consideration lot consolidation. Back in December 2001 the cost was 1.75 million and now we have doubled that amount. Bart stated that we were discussing the compliance of the current wastewater treatment plant.

4. Norm Wilson asked if we do go forth with this project, with funds available at 3.75% how come the property owner would be charge 4.75% why the discrepancy? Dana explained that due to increased administration fees and workload that the 1-% would go for secretarial/administration work.

5. Paul Pace – Estimated time frame on completion of project. Bart stated the goal would be completed in fall 2003. The billing would probably take place in early 2004. Mr. Pace also stated concern that he has multiple lots with only 1 or 2 with hookups, will the \$6000 cost pertain to any of the existing situations, but if 15 years he needs to add a hookup, what additional cost is involved. Dana stated that if he did not consolidate it would cost hookup fee and service parts.

6. Lloyd Rentro – First his letter stated he was in the district. Chris Warren told him he was not in the district and now the engineers say he is back in. Wants clarification. The projected ER in the EID and what the engineers state is different. How do they account for 62% growth? The last 30 years Bart stated it has grown 4%. Bart stated for Lloyd to come up and talk with him after the meeting.

7. Merle Langley – suggested putting out the mailing of a form letter stating a format for Senator Craig and Crapo to be mailed out after the continued LID hearing on February 14, 2002.

8. Ed Hewson – Who answers the phone at the district or should she write a letter. The secretary stated that her phone number is on the statement.

9. Terry Erin attorney for John Young concerns because Mr. Young has a lot of lots and he would probably want to consolidate. Dana assured him that after the



continued hearing and the LID passes then everyone will receive a packet of information concerning consolidation.

10. Lee Daniel stated concern if the bids don't come in at \$3.9 million. John Tindall will have the board go back and review the design and have more meetings.

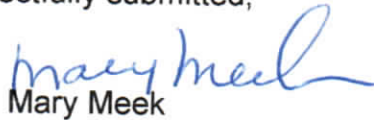
11. Glenna Kooneremy

12. Nate Pace – asked they have several lots and acreage and what is wrong with putting a leach field on the property and not hooking up to the district

13. Gary Lammers – voiced concerns about following regulations and if he wanted assessments, he would live in Spokane. He challenged the Board to put it to a vote.

The meeting adjourned at 6:45 pm. This LID meeting will be continued to the 14<sup>th</sup> of February, 2002 at the Coolin Civic Center at 5 pm.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
January 22, 2002  
Board Meeting

Directors of the Coolin Sewer District met again on Tuesday, January 22, 2002 at 8 AM. Those present were: Carl Garrett, Stuart Wagner, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Not present was Chris Warren. Bart North and Doug Cash from Inland NW Consultants also attended the meeting. Carl called the meeting to order at 8:35 AM.

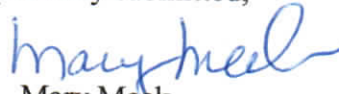
Carl stated his concerns about the current financial situation of the country since 9-11 in securing the STAG funding. Bart stated that the Board does not have to approve the LID hearing although it could cost us if we keep prolonging the hearing. The LID hearing will move forward until grant funding is secured.

The Board and the engineers discussed the commercial ER calculations and they will meet at the next scheduled meeting to discuss a written policy regarding commercial ER's.

Bart discussed his meeting with the Dept. of Lands and stated that the IDL may want to sell the land instead of leasing it. He will be in close communication with the IDL to establish a lease or sale agreement.

No further business was brought before the Board and a motion was made by Bud to adjourn at 9:40 AM and to continue the meeting to tomorrow's LID hearing. Seconded by Stuart and carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
January 15, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, January 15, 2002. Those present were: Chris Warren, Carl Garrett, Bud Justice, Stuart Wagner, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Also attending the meeting were Bart North and Doug Cash from Inland NW Consultants.

The Board and engineers gathered today to help establish a commercial policy and rate structure. They will then come back and set up an ordinance setting the fees.

Bart did will talk with Dan Whiteing from Senator Craig's office about our chances of securing grant funding in the events of September 11 and concerns with the state of our economy. Bart will bring those concerns after his meeting with Dan on the 22<sup>nd</sup>.

Bart discussed what type of tanks they would be using to replace the system. He said that concrete were the best to use because poly tanks had the possibility of collapsing. The LID will pay for the new system. Bart reiterated again to the secretary and maintenance personnel that it is very important to log all phone calls coming in regarding the LID assessment and hearing.

Doug suggested that 2 to 3 board members get together and with the information they received from the engineers to come up with a criteria for commercial rates and come back next Tuesday to discuss them. Bud and Stuart volunteered to do the research for setting commercial criteria regarding rate structure.

A board meeting is scheduled next Tuesday January 22, 2002 at 8:30 AM to present a draft for the commercial use before the LID hearing. Bart went on to discuss what is and is not assessed a LID. Any lot in the legal boundaries of the district that is a buildable lot will be assessed the LID fee. He cautioned that if any patron calls regarding consolidation with the county that they be discouraged from doing this, because the district will offer an in-district consolidation which keep the costs down. For those who panicked and consolidated after receiving the letter, it will cost them more money down the

No further business was discussed. A motion was made by Stuart to continue the meeting to the January 23, public LID hearing. The motion was seconded by Bud and carried. Meeting adjourned 10:55 AM.

Mary Meek

COOLIN SEWER DISTRICT  
January 8, 2002  
Board Meeting

Directors of the Coolin Sewer District met on Tuesday, January 8, 2002. Those present were: Chris Warren, Stuart Wagner, Bud Justice, Carl Garrett, Gene Nett, maintenance man, Chris Morris and secretary, Mary Meek. Chris called the meeting to order at 8:05 AM. Carolyn Deshler from Blue Diamond Marina also attended the meeting.

A motion was made by Bud to approve the minutes of the previous meetings with a correction on December 4 minutes noted, payment of bills and the Treasurer's Report and to pay the Kevin Storro bill. The motion was seconded by Stuart and carried.

OLD BUSINESS

Carolyn Deshler attended the meeting to clear up confusion on what she is being charged. The Board stated that she is going to be billed 3 ER's and reiterated 1 ER for her personal residence, 1 ER for the 2 rental below her residence and 1 ER for the restaurant. She then left the meeting at 8:30 AM.

Bart North and Doug Cash attended the meeting. They sent out the LID assessment letters to all who fall within the legal boundaries of the district and they have been receiving calls from patrons. The district secretary and maintenance have given their list of calls from customers to Bart. Gene stated concern that he has many lots and really doesn't want to pay a LID assessment for each one and would he be able to consolidate his lots. Bart stated that as long as his lots are contiguous he could consolidate. Bart discussed the building criteria on lots and that if setbacks on lot were in place and the lot was still buildable, they would be assessed the LID \$6,000 fee. Bart stated that he and Doug would go back to the county to refine the discussion.

The Board discussed the need for establishing a commercial policy for rates and LID assessments. Bart will come up with the figures for the next meeting. Bart discussed the need for the Coolin Sewer District to establish interim financing. He stated that the EID document resulted in findings of no significance. He stated that John Tindall from IDEQ has requested that we put this exhibit into the service contract appendix 3 to Exhibit C.

Chris Warren brought up concerns about the patrons who have vacant lots in that they will be assessed \$6000 and why should they pay to subsidize the replacement of tanks on the district during the upgrade.

Doug Cash was concerned about the board and district secretary and maintenance personnel feeling comfortable about answering questions from patrons and if we don't to set up criteria for forwarding the calls. If calls come in and we don't feel comfortable

answering them to have the patron contact the engineer's office or is it is a legal issue to call the district's bond counsel.

The board discussed that the IDEQ grant reimbursements have not been met. Bart stated that he would look into this and get back to us.

Carl Garrett wants a list of all the agencies for which we have applied for grants. Who turned us down and what is pending. A motion was made by Bud Justice to approve payment for ½ the amount of Inland NW Consultants invoice in the amount of \$13,000. The motion was seconded by Carl and carried.

A motion was made by Carl Garrett to continue the meeting to the January 23 LID hearing.

A motion was made by Carl to approve the contract with Inland NW Consultants. The motion was seconded by Bud and carried. Bart and Doug then left the meeting at 11:05 AM.

A letter was received from Gary Fry's attorney. The Board directed the secretary to write a certified letter to Mr. Fry's attorney explaining the circumstances that took place and why we are standing behind what we will charge him. First, the district may have created a misunderstanding and that this started out as an unauthorized connection Mr. Fry made for his other rental house. Mr. Fry opted to disconnect from the system. He proceeded to cut the pipe from the rental on Highland and that was not the appropriate action. The board directed the pipe be dug up and capped so reconnection would not take place. Upon inspection at this time no damage was done. Damage was due to the unauthorized connection made by Mr. Fry and upon inspection by our maintenance personnel it was discovered a hole was cut in the tank and this is the damage in question. The board stands by the decision to absorb ½ the cost of the septic tank and full cost of the pump tank. The other ½ of the septic tank and excavation will be at Mr. Fry's expense. The secretary will send the letter today.

#### MAINTENANCE REPORT

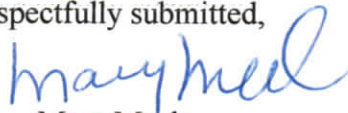
Chris Morris stated he was having problems with the pump chamber at lift station#. Chris Warren stated that if he pulls the pump off the flange that it might pump. Otherwise, the system is operating well.

The Board directed the secretary to drive to Priest River and open an interim financing account at Wells Fargo bank as soon as possible.

Coolin Sewer District  
Page 3/January 8,2002

No further business was brought before the Board and a motion was made by Stuart to adjourn the meeting at 11:35AM. The motion was seconded by Gene and carried.

Respectfully submitted,



Mary Meek  
Secretary/Treasurer  
Coolin Sewer District

COOLIN SEWER DISTRICT  
Special Meeting  
December 18, 2001

Directors of the Coolin Sewer District met on Tuesday, December 18, 2001 at 8 AM. Those present were: Chris Warren, Stuart Wagner, Carl Garrett, Bud Justice, Gene Nett; maintenance personnel, Chris Morris and secretary, Mary Meek. Chris Warren called the meeting to order at 8 AM. At a later time, Bart North, Doug Cash, Greg Snow from INWC and Dana Wetzel from Wetzel & Wetzel bond counsel also attended.

The secretary brought up the Deshler situation again and stated that we need to clear up the misunderstanding of ER's. The board stated that when Mr. Deshler came to the meeting years ago, the kitchen stated in the minutes was not the restaurant, but a warming hut with cooking facilities for outdoor recreationists. Again, the board reiterated that the restaurant is 1 ER; the residence is 1 ER and the two rentals below the residence constitute 1 ER for a total of 3 ER. The secretary will send out another letter to Mrs. Deshler stating the final corrections.

OLD BUSINESS

Bart North and Dana Wetzel from the bond counsel came to the meeting to finalize the LID (local improvement district) boundary and to provide a project cost summary. They came up with 850 assessments without consolidation, 650 if consolidation is initiated. The engineers cost was \$3.1 million but the bond counsel set the project cost at \$3.9 million but Dana stated that if the District should receive any future grant funding that funding will be applied to the Project and the assessments shall be reduced accordingly. Dana explained the process of forming the LID. She stated that the board has authority over the LID process. However, we need to pass two resolutions to set the boundary of the LID and the cost of the LID and to set a date for the LID public hearing. There will be published notice of the LID public hearing in the local newspaper. They will be sending a mailing out to all property owners within the LID boundary stating the date, time and place of the public hearing and what they will be assessed. Ms. Wetzel stated that the only protests that counts will be ones received in writing. After we pass the resolution for the public hearing, the state will start funding.

Bud had concerns about the District, the engineers and the bond counsel having good faith ethics in caring for our patrons on the district especially since the cost of the project went up. Dana stated that every decision made has to go through the Board of Directors of the district. She stated that there are two common sense controls on the LID process and one is that we need to control the cost of LID and, 2) that IDEQ (Idaho Division of Environmental Quality) will have to agree with each cost.

Dana proposed the Board to sign Resolution 2001-1 (The notice of hearing on creation of LID). A motion was made by Bud Justice to accept Resolution 2001-1. The

the motion was seconded by Stuart Wagner and a roll call vote with Bud Justice, Stuart Wagner, Carl Garrett, Gene Nett ayes. The motion was carried.

Dana proposed the Board to sign and pass Resolution 2001-2 (to create LID and describing the boundaries of the proposed district and property proposed to be assessed (see attached resolution for more detailed description). The motion was made by Gene Nett to accept Resolution 2001-2. The motion was seconded by Bud Justice and a roll call vote was taken with Bud Justice, Gene Nett, Stuart Wagner, Carl Garrett ayes. The motion was carried.

Bud brought up concerns about the bond counsels costs for any annexations and lot consolidations that may take place in the district. She stated that for lot consolidations it could cost \$3000 to \$4000. Annexation is more detailed and would cost more. She estimated the whole cost to be around \$20,000. She discussed the pros/cons of lot consolidation. Her opinion is that if a lot is buildable, it should not be consolidatable.

Dana proposed the Board to sign and pass Resolution 2001-3 (to approve the contract with the bond counsel). A motion was made by Carl Garrett to accept Resolution 2001-3. The motion was seconded by Stuart Wagner and a roll call vote takes with Stuart Wagner, Carl Garrett, Bud Justice and Gene Nett, ayes. The motion was carried.

A motion was made by Gene Nett to approve an invoice from Inland NW Consultants for \$13,940.00. The motion was seconded by Stuart and carried.

Dana, Bart and Doug all left the meeting at 11:20 am.

#### MAINTENANCE REPORT

A note received in a billing payment from Gair Petrie stated that they are no longer going to pay for their 2<sup>nd</sup> assessment since they are building over it. The Board stated that the secretary write the Petrie's and state they will be charged until they either consolidate the lot or have the maintenance personnel come out and disconnect the line.

Bonuses were discussed by the Board for the maintenance personnel and secretary. A motion was made by Gene Nett to approve a bonus of \$300 for the maintenance and \$150 for the secretary. The motion was seconded by Stuart and carried.

No further business was brought before the board and a motion was made by Gene to adjourn at 12:05 pm. Motion seconded by Stuart and carried.

Respectfully submitted,





COOLIN SEWER DISTRICT  
Board Meeting  
December 4, 2001

Directors of the Coolin Sewer District met on Tuesday, December 4, 2001. Those present were: Chris Warren, Bud Justice, Gene Nett, Stuart Wagner; maintenance, Chris Morris and secretary, Mary Meek. Not present was director, Carl Garrett. Bart North and Doug Cash from INWC came to the meeting at 8:45 AM. Chris W. called the meeting to order at 8 AM.

The budget was discussed and the secretary will make the revisions needed and bring it to the December 18 meeting for approval and passage.

NEW BUSINESS

The secretary stated that it is time to start on the district's annual audit. A motion was made by to call McCall and Associates and have the necessary forms and letters sent so we can start the audit process. The motion was seconded by Gene and carried.

MAINTENANCE REPORT

Chris Morris brought to the attention of the Board that the annual report needs to be sent to Sewell Engineering for completion.

OLD BUSINESS

Bart and Doug from INWC attended the meeting. Bart discussed that he has met with Dana Wetzel from the bond counsel and a few suggestions were recommended: The lots in the district's boundary need to be contiguous and cautioned about consolidation. They need an accurate estimate of the project cost, legal description of the district and a preliminary assessment roll. It was suggested to look into annexation. When looking into annexation the bond counsel suggested estimating low on assessment roll. To proceed with annexation we need to solicit patrons outside the district to be formally included in district if the patron(s) want to. Bart stated that Dana Wetzel will be coming to the next scheduled board meeting.

Bart then went through the project schedule in a more detailed analysis. If there is no comment on the Environmental Document (EID), then we hold the LID hearing as soon as possible. Then we will close out the contract in 2002 to save money. If we can't close LID out it could possibly affect us and it could cost up to \$80,000.00. So the next desirable steps are to: Get the preliminary assessment roll, sign the resolution with the bond counsel and set a date of January 23 or 24, 2002 for the LID hearing. Bart stated that if we start the LID in January, that could open bid in April and that will move ahead the construction window to May 2002 and that could save interest expense up to \$60 to \$80K.

COOLIN SEWER DISTRICT  
Page 2/December 4, 2001  
Board meeting

Stuart Wagner brought up concerns to the engineers that we have not received any written confirmation from the Idaho Dept. of Lands (IDL) about the whole process pertaining to turning the district around to the Jack Pine Flats. How much would the lease cost and who would oppose the turnaround. The board is in agreement to have formal written reply from the IDL regarding these issues.

Bart discussed that in addition to the \$14 - \$25K that it would cost for LID preliminary bond counsel, \$30 to \$35K would go to Inland NW Consultants for the month of January for a total of \$50K for the whole LID process. Bart will schedule another meeting this month for signing of the formal documents and have Dana Wetzel of the bond counsel attend with her formal documents. A motion was made by Bud to approve and authorize INWC to spend up to \$50k to initiate final design and LID Task Standard as per Form Agreement. Discussion followed by concerns Bud brought up regarding the dollar amount in the bond counsel contract and will address these issues at the next meeting. The motion was seconded by Stuart and carried.

A motion was made by Gene to pay an outstanding invoice to INWC for \$5,141.73. The motion was seconded by Stuart and carried.

No further business was brought before the board and a motion was made by Gene to adjourn at 10:45 AM. Motion seconded by Stuart and carried.

Respectfully submitted,



Mary Meek

Secretary/Treasurer  
Coolin Sewer District

9/6/05  
Cedar Sewer Dist  
BOARD MEETING

Marilyn Savage  
Lloyd King

7-26-05

Coolin Sewer Dist

Annexation Hearing

1. Florence and Gene Coffey
2. Gary Schuster
- 3.
- 4.