

The regular meeting of June 5, 2012 was called to order at 2:02 p.m. Present were Commissioners Charlotte Haines, Ron Ricker and Larry Schoonmaker; Diane Pottinger, District Manager, Denny Clouse, Operations Manager; Jaime Placencia, Executive Assistant and Andrew Maron, District Attorney.

PUBLIC COMMENT:

A representative from Bethell Lutheran Church thanked the Board and the District for their quick response regarding the water service rates.

APPROVAL OF MINUTES:

Commissioner Haines made a motion to approve the minutes for the May 14, 2012 Special Meeting, May 15, 2012 Regular Meeting, May 18, 2012 Special Meeting, May 22, 2012 Regular Study Session and the May 29, 2012 Special Meeting. Commissioner Schoonmaker seconded the motion, the motion passed unanimously and the Board signed the minutes.

APPROVAL OF VOUCHERS:

Commissioner Haines made a motion to approve Vouchers 8592-8619 from the Maintenance Fund in the amount of \$63,552.76.00 and Voucher 200053 from the Construction Fund in the amount of \$338,100.00. Commissioner Schoonmaker seconded the motion, the motion passed unanimously and the Board signed the vouchers.

NEW / OLD BUSINESS:

Mr. Rick Driftmier and Mr. Lee Driftmier of Driftmier Architects presented information to the Board regarding the bid results for the Administration Building Remodel. The bids came in well over the architect's estimate, and as a result the District needs to reconsider the project and the budget for it. Accordingly, the staff recommended that all bids be rejected. After discussion, Commissioner Schoonmaker made a motion to reject all bids. The motion was seconded by Commissioner Haines, and then passed unanimously. The Board discussed several different options to decrease the project amount. After some discussion, the Board scheduled a special meeting for Thursday, June 7, 2012 at 8:00 a.m. to review the information in more detail.

Ms. Pottinger presented a draft letter from the City of Shoreline's SPU Acquisition Steering Committee which supports the acquisition by the City. Ms. Pottinger informed the Board that because she is on the committee as a representative of the District, she did not want to sign the letter without their consent. Commissioner Schoonmaker stated he did not think support should be given for the acquisition unless the total cost is known. Commissioner Haines stated she did not believe that the budgeted \$1 million dollars for capital projects would be adequate. Commissioner Haines also questioned the financial feasibility of the City purchasing the water system. Commissioner Ricker also discussed the purchase price of the system, noting that the estimated price has already increased a significant amount and that he believes it will increase more. After further discussion, Shoreline City Councilperson Chris Eggen requested that the Board address a letter to the City Council regarding their concerns. Mr. Maron informed the Board that if the City of Shoreline votes that the City should be in the water business, then the City likely has the ability to assume the District without the vote of the public. Commissioner Ricker stated that the District should send a letter to the City that explains the concerns about the purchase and the reason that they cannot give their support.

The Board tabled Resolution 2012.06.36: Setting Meeting Dates and Times and Amending Shoreline Water District Code 2.04.010.

The following resolution was presented, discussed, moved by Commissioner Schoonmaker, seconded by Commissioner Haines and passed unanimously by the Board:

Resolution 2012.06.37: Extending the Franchise Agreement with the City of Shoreline.

MANAGER'S REPORT:

Mr. Clouse updated the Board on the status of ongoing District projects.

Mr. Clouse updated the Board on the status of various Developer projects.

Ms. Pottinger informed the Board that she received a note from the City of Shoreline thanking the District for their work on the Ridgecrest development.

Ms. Pottinger informed the Board that the Breakfast Rotary she attends has asked her to be on the Board of Trustees which meets 4 - 6:30 p.m. on Tuesdays. She stated she will either ask them to move the meeting times or if they are unable to, not participate.

LEGAL REPORT:

Mr. Maron informed the Board that he attended the WWUC attorney’s group regarding ideas for potential legal fixes for the Lane v. Seattle decision. Mr. Maron informed the Board that he will also be attending the WASWD attorney’s group on the same topic.

Mr. Maron left at 4:22 p.m.

NEXT MEETING: June 7, 2012

ADJOURN: The meeting adjourned at 4:23 p.m.

COMMISSIONERS