



Minutes

President Huffman called the meeting to order at 9:00 a.m. and Mr. Freeman called roll.

Directors:

Gene Huffman, President
 David McKenzie, Vice President,
 Kirk Rathbun
 Griffin Hanberg
 Arland Ward

Staff Present:

Charles Freeman, District Manager
 Jason McShane, Engineering/Operations Manager
 Seth Defoe, Land and Water Resources Manager
 Stuart Dezember, Comptroller/District Treasurer
 Melissa Olheiser, Accounting Supervisor
 Matt Berglund, Public Relations Coordinator
 Doris Rakowski, Executive Assistant

Other Persons Present:

John Crotty, Western Legal
 Five members of the public

APPROVAL OF AGENDA: Director Rathbun moved to approve the agenda. Director Ward seconded. The motion carried.

CONSENT AGENDA: Director Rathbun moved to approve the consent agenda. Director Ward seconded. The motion carried.

Items on the consent agenda were:

1. SUB-2022-0012-Pre-Plat of Peach Farm-J&J Kelly
2. Service Extension-Sullivan Property-Irrigation Facilities Easement Agreement
3. PAVE 2022-0005 – Southcliffe Ph 9, 10, & 11 Pre-Plat Alteration
4. BSP-2022-0016-1305 W 4th Ave
5. SHP 2022-015-107010 E Detrick PR SE
6. Confirm Job Description Update – Vegetation Technician
7. Vouchers/Warrant Approval

Accounts Payable:

Numbers:

	83990	through	84088	\$ 643,331.49
Bank Drafts	FSA			\$ 4,533.30
Bank Drafts	General			\$ 23,506.44
Bank Drafts	AP			\$ 168,533.59
Total Accounts Payable				\$ 839,904.82

Payroll:

Numbers:

	0	through	0	\$ -
Direct Deposit		6/6/2022		\$ 154,161.71
Total Payroll				\$ 154,161.71

Voided Checks:

	None			\$ -
Total Disbursements				\$ 994,066.53

PUBLIC COMMENTS:

Patrick McGuire, 47909 E Badger Road, reported that the Mr. Dezember provide a partial answer regarding money on lot 2 of his short plat, and Mr. McShane replied about talking to the Sheldons about a tree taken out and road damage.

Mr. McGuire asked if there were a well monitoring program for Badger Canyon and the Kinsel pond at the end of the Badger East canal. He asked if rate payers would be responsible for filling that pond.

Mr. McGuire said that KID was successfully sued in the 1980s when regarding a pond at Dallas Road and asked if KID ratepayers would have to pay to lower the well.

Mr. McGuire spoke about Mrs. Leavy of L7 ranch not having water because she needed to sign a contract and was told the contract was not developed yet. He said not everyone was asked to sign contract for water in Badger Coulee, which seemed arbitrary.

Mr. McGuire said people on social media thought KID was taking out bridge they own.

Mr. McGuire said he had not received a promised letter. He said LIDs were improperly developed, including the basis for how charges were set. He said there were inconsistencies in how KID was treating people regarding Res 2022-11.

Mr. Freeman said it was taking longer than expected, but Mr. McGuire would get an answer.

Mr. McGuire said the mess and dust were a problem at the canal construction project site.

PRESENTATIONS:

Financial Reports, April 2022: Mr. Dezember displayed and discussed pages of the Financial Reports including:

- Balance Sheet, as of April 30, 2022
- Balance Sheet - Comparative, as of April 30, 2022, and 2021
- Statement of Revenues & Expenditures – Budget to Actual, Period ending April 30, 2022
- Statement of Revenues & Expenditures – Comparative, Period ending April 30, 2022
- Cash Investment Report, As of April 30, 2022

Mr. Freeman asked about the increase in miscellaneous operating revenues. Ms. Olheiser said some of that was due to reimbursements received which would not be netted against expenses until the end of year. Mr. Dezember said he would follow up with Mr. Freeman.

Director Rathbun moved to accept the Financial Statements for the period ended April 30, 2022. Director Ward seconded the motion. The motion carried.

PUBLIC HEARING: None

BOARD REPORTS: None

ACTION ITEMS: None

RESOLUTIONS: None

STAFF REPORTS:

Finance Manager: Mr. Dezimmer reported regarding:

- Customer service volume slowed somewhat
- Finance preparing for Board retreat

Engineering/Operations Manager: Mr. McShane reported regarding:

- Aquatic vegetation control
- Number of outages within normal operations and maintenance
- Restoration on main canal construction site
- Dust control activities

Encouraging re-vegetation was discussed. Mr. McShane said sprayed fertilizer and sprinklers were more feasible than compost and water trucks at the construction site due to the slope.

Land & Water Resources Manager: On behalf of Mr. Defoe, Mr. Freeman reported regarding:

- Realty Committee meeting regarding City View parcel lease interest - 8:00 a.m., June 23rd
- Kachess drought relief pumping plant (K-DRPP) update
- Bridge permit progress

District Manager: Mr. Freeman reported regarding:

- All staff training – 11:30 a.m., June 28th
- KID hosting Washington State Water Resource Association meeting - 10:00 a.m., July 20th
- Meeting with new USBR the Columbia-Pacific Northwest Region Director Jennifer Carrington - 7:00 a.m., June 24th

Director Rathbun agreed to attend the next Operation sand Engineering Committee meeting and Realty Committee meeting on behalf of Vice President McKenzie.

WORKSHOP:

Discussion of Retreat Expectations: Mr. Freeman presented a draft agenda put together in Finance Committee:

Department Head updates:

What is not working well? Challenges/problems needing to be solved
Legal challenges current on the horizon

Project discussion:

PLA: how big is the issue? Parcel count, location in system
PSA: Which one generates the most calls/challenges?
Outage trends
Levels of Service
Customer service calls. Which type, location, and what generates most calls?

Project Priorities:

Drought

Chandler Electrification
In Canal Reservoir
Reservoir Status
Reservoir Phasing Plan
Reservoir capability expectations

Recapture wells

Integrated Plan Impacts

What does 70% supply in drought years look like? What is our goal?

What is the actual water lost due to the IP?

What options do we have operationally, legally?

Subordination as mitigation

Limiting Factors:

Financial Limitations

Current Debt Load

Maximum Debt Load

Real Property:

Has our position changed with respect to leasing as preferred over selling?

Post Title Transfer:

Thoughts on using owned assets as a funding strategy. Included in the TT was the 45-acre fee simple parcel in Southridge (Amon House)

President Huffman asked about expectations for major equipment purchases for the next several years. Mr. McShane said it would depend on board goals.

Mr. Freeman said he would email the draft agenda to the directors.

EXECUTIVE SESSION: At 9:49 a.m., President Huffman announced that the board would go into executive session to discuss with legal counsel potential litigation, in the form of litigation or legal risks of a proposed action or current practice pursuant to RCW 42.30.110(1)(i)(iii), for about 20 minutes ending at 10:10 a.m. unless extended. No action was expected following the executive session.

Members of the public were moved to the Zoom waiting room.

At 10:10 a.m., executive session was extended for 10 minutes.

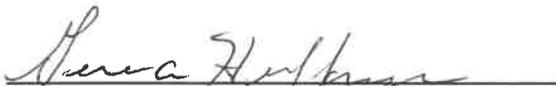
OPEN SESSION: At 10:20 a.m., the public was re-admitted, and open session resumed.

There being no further business, President Huffman called for a motion to adjourn.

Director Rathbun moved to adjourn. Director Ward seconded. The motion carried.

Attest:

Witness:



Gene Huffman, Board President
Minutes Approved July 19, 2022



Charles Freeman, Board Secretary

Prepared by Doris Rakowski