

The meeting was called to order at 7:30 p.m. by Vice-chairman Peter Grant. Board members present were Edith Mastne, Joe Riehl and Henry Schwartz. Also present were US Forest Service Reps Alan Smart and Ivars Steinblum, Dist. Engineer Tom Tye, Board members elect Doug Dodd and Jim Mastne, Supt. Vance Hubbard, Ass't Supt Randy Stark, Dist. Clerk Carol Quinn and two visitors, Kathy Hubbard and Klaus Heyne.

The minutes of the last meeting were read and approved as printed

Mr. Tye presented the Board and District with a wall clock including a plaque in appreciation of 22 years of working together.

Mr. Grant presented a draft informational letter to the community with an update on what has been happening for the last year re: the Treatment Plant being completed and in use; the negotiations for an MOU with the Forest Service covering watershed management; placement of permanent gates to keep vehicles out of the watershed; plans for installing a 10-inch line on the south fork of Gordon Creek; dates and times of Board Meetings and Board Members. The Board agreed to send the letter before the end of June.

The Budget Hearing was held at 8:00 p.m. Mr. Hubbard advised the Board that staff felt it was unfair to give one employee a merit raise of 3 per cent and not give any others any type of cost of living adjustment. There was discussion that the Board felt that the merit raise had to do with step and grade of the Districts employees. It was separate from the COL consideration. The other employees were in effect at the top of their step and grade because of time on the job. Mrs. Mastne moved that a three per cent cost of living raise be granted all employees as had been originally recommended by the public members of the budget committee. Mr. Riehl seconded. Passed. The Board was advised that there is going to be less cash carryover than previously anticipated. Therefore it is recommended that this category be reduced by \$20,000. This may be made up in revenue by \$10,000 by increasing the water sales projection in this amount. However, the total general fund budget should be lowered by \$10,000 to compensate for the difference. This amount of \$10,000 could be deducted from the operating contingency. Also discussed was the possibility of increasing Capital Outlay by \$7,500 in the new equipment category. This would give some cushion in the purchase of a new pickup and confined space equipment. Mr. Riehl so moved. Mr. Schwartz seconded. Passed. Mr. Riehl moved the Board adopt the Budget with the changes specified and a Resolution drawn to this effect. Mr. Schwartz seconded. Passed unanimously.

Mr. Smart read a decision of the Forest Service that changes the Environmental Assessment to stipulate that the Watershed be closed to all off road vehicles including snowmobiles. It will be effective as soon as signed and they intend to announce this decision next Monday at a press conference. He also advised that there will be a MOU Meeting June 15, 1993, at 7:30 p.m.

Mr. Stark submitted a letter and survey in connection with the Lead and Copper Rule which will take effect July 1, 1993. The Board approved the letter as submitted and okayed that it be sent to all customers.

Mrs. Mastne moved that the District transfer \$500 from Contingency in

the Headworks Projects Fund to Engineering and \$5,000 to Materials and Services from the Contingency in the General Fund and \$15,000 also from Contingency in the General Fund to Personal Services to cover overtime, vacation, and sickleave payroll. Mr. Riehl seconded. Passed unanimously.

Mr. Dodd and Mr. Mastne were sworn in as members of the Board of Commissioners effective July 1, 1993.

The meeting was adjourned at 9:40 p.m.