

FOUR CORNERS WATER AND SEWER DISTRICT MINUTES

August 10, 2010

1. Call to Order

There being a quorum present, President McHenry called the meeting to order at 6:30 pm, in the library of Monforton School at 6001 Monforton School Road, Bozeman, Montana.

Present: President Don McHenry, Vice President Nancy Flikkema, Treasurer Ed Schmidt and Cory Klumb.

Public: Tara DePuy, Erin McHenry, Marty Gagnon, Barb Campbell and members of the public – refer to sign in. Some members of the public refused to sign in but were in attendance.

2. Discussion of resolution for tax to be levied.

The Board was presented with the prior resolution based on the per lot allocation and revised to 2 or 4 year options. The EDU computations did not get prepared and therefore could not be presented. It was agreed the EDU method presented possible challenges via litigation. The EDU method would have to be defensible as equitable. This has proven a concern all along the process. Mrs. Flikkema reiterated the Boards concerns for the financial impact on small families in the district.

**MOTION:** Treasurer Schmidt made a motion, Vice President Flikkema seconded, to adopt the resolution with the 4 year plan based on the per lot allocation. The motion carried 4-0.

The Board continued discussion of the need for choice to be sustainable for the residents of the district. The need exists to let owners know this will start impacting their escrows and payments. The question was posed to Mrs. Campbell if rates would still decrease if more users were annexed and she agreed that would still be the case. The agreement was reiterated that the first \$67,000 of the monies collected will go to the District and the additional, including assigned liens, would go to Utility Solutions. This will be included in the contract and passed on to the treasurer.

3. Public Participation

Zoot supports the resolution with the 2 year loan and the per lot allocation.

A public member inquired if the amounts could fluctuate and was told this would be the maximum amount of the tax levied but the Board could not comment to the future of rates.

Mrs. Swimley will start working on a service contract with the help of a Board member and Utility Solutions.

4. Adjourn Meeting

There being no further business before the Board, the Four Corners Water/Sewer District

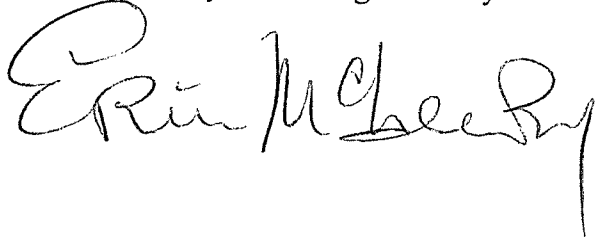
Four Corners Water and Sewer District Board Meeting Minutes

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meeting of August 8, 2010 was adjourned at 7:00 p.m.

Respectfully Submitted,

Erin McHenry, Recording Secretary

A handwritten signature in cursive script that reads "Erin McHenry". The signature is written in black ink and is positioned below the typed name.