

FOUR CORNERS WATER AND SEWER DISTRICT MINUTES
September 1, 2010

1. Call to Order

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

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

Public: Susan Swimley, Erin McHenry, James Greenbaum and members of the public –refer to sign in.

2. Approval of Minutes from August 4, August 8 and August 12, 2010 meetings.

On hold

3. Consideration of financial reports

- a. Approval of financial reports.

None

- b. Discussion of financial issues

The Holmes & Turner audit has gone to Mrs. Swimley for review.

4. Business

- b. Update on discussion with Utility Solutions regarding future of District, service and rates.

Mrs. Swimley has been working with US and should have a draft contract to review with the Board by the next meeting. The board suggested this might allow people who want to apply for a reduced EDU allocation to do so.

- c. none

b. Consideration and direction to staff with regard to Gallatin County Road and Bridge Department.

Mrs. Swimley needed some direction from the Board with regard to a letter received from the County Attorney's office with questions about the rates and annexation of the Gallatin County Road and Bridge Department. The Board directed Mr. Gagnon to answer the questions he was versed in. The county attorney had made an appointment with Mrs. Swimley to view the public records which would answer some of the questions; the additional information would have to be

requested from US by the county attorney.

c. Annexation requests

1. Rasmussen, Hokanson, Gallatin County Road Department and Rocky Mountain Bank.

Mrs. Swimley advised not all had petitions but she would notify them they could precede with the requests. The Board would like to get all annexations done by the end of the year to reduce costs. The Board directed Mrs. Swimley to notice the public the District will be preceding with non-contiguous annexations. There may be additional interested parties such as the Korner Klub who have not annexed yet.

2. Request for Board instruction on holding annexation election for non-contiguous properties.

Covered above

d. Policy issues

1. Out of District use of fire hydrants /water

On hold

2. Consideration of wells for irrigation

On hold

3. Consideration of separate rate structure for publicly funded entities.

On hold

5. Public Participation

James Greenbaum wanted to point out he was requesting information in order to make a recommendation to Lee at the Gallatin County Road Department. The Board recommended he move forward with his information gathering and added much could be resolved with the service contract from US.

Eric Cade wanted to know if the debt was still accumulating with US and are they making a profit. The Board responded the debt will stop accumulating with the service contract and the new rate structure. US is allowed to make a profit.

6. Board member issues

Mrs. Swimmley suggested the Board verify with the bookkeeper her desire to continue doing the district's books as Jan may not want to do it any more. Board member Schmidt stated he would

inquire.

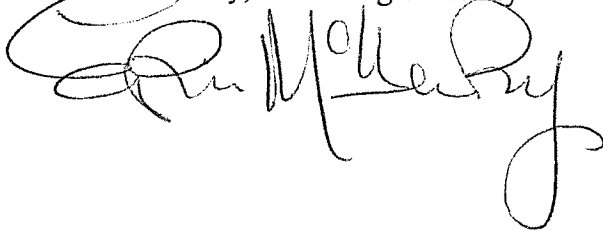
Mrs. Swimley added the County Commission recommended coming up with different methods of assessments but understood the difficult situation.

7. Adjourn Meeting

There being no further business before the Board, the Four Corners Water/Sewer District meeting of September 1, 2010 was adjourned at 7:15 p.m.

Respectfully Submitted,

Erin McHenry, Recording Secretary

A handwritten signature in black ink, appearing to read "Erin McHenry". The signature is written in a cursive style with a large initial "E" and a long, sweeping tail.