



LAKE WHATCOM WATER AND SEWER DISTRICT
1220 LAKEWAY DRIVE
BELLINGHAM, WASHINGTON 98229

REGULAR MEETING
OF THE BOARD OF COMMISSIONERS

AGENDA

August 26, 2015

8:00 a.m. – Regular Session

1. CALL TO ORDER
2. PUBLIC COMMENT OPPORTUNITY
At this time, members of the public may address the Commission. Please state your name prior to making comments.
3. ADDITIONS, DELETIONS, OR CHANGES TO THE AGENDA
4. CONSENT AGENDA
5. SPECIFIC ITEMS OF BUSINESS:
 - A. City of Bellingham Post Point Capital Agreement Update
6. OTHER BUSINESS
7. MANAGER'S REPORT
8. PUBLIC COMMENT OPPORTUNITY
9. Executive Session; General Manager Performance Evaluation Per RCW 42.30.140(4) and Collective Bargaining Agreement Per RCW 42.30.140(4)(b) – 45 minutes
10. ADJOURNMENT



LAKE WHATCOM WATER AND SEWER DISTRICT

AGENDA BILL

DATE SUBMITTED:	August 18, 2015		
TO BOARD OF COMMISSIONERS			
FROM: Patrick Sorensen	MANAGER APPROVAL <i>Patrick Sorensen</i>		
MEETING AGENDA DATE:	August 26, 2015		
AGENDA ITEM NUMBER:	5.A.		
SUBJECT:	City of Bellingham Post Point Capital Agreement Update		
LIST DOCUMENTS PROVIDED ⇒ NUMBER OF PAGES INCLUDING AGENDA BILL: _____	1. Project cost spreadsheet		
	2. Amortization schedule		
	3.		
TYPE OF ACTION REQUESTED	RESOLUTION <input type="checkbox"/>	FORMAL ACTION/ MOTION <input type="checkbox"/>	INFORMATIONAL/ OTHER <input checked="" type="checkbox"/>

BACKGROUND / EXPLANATION OF IMPACT

Part of the Interlocal Agreement for Sewage Services between the City of Bellingham and LWWS&D is for capital contribution for the District's proportionate share for major improvements to the Post Point Treatment Facility. Per Sections 6.2 and 7.2 of the agreement attached is a project cost summary spreadsheet and the amortization schedule.

FISCAL IMPACT

Scheduled payment in 2015 budget

RECOMMENDED BOARD ACTION

None

PROPOSED MOTION

None

cmb 8/11/2015

**Lake Whatcom Water-Sewer District
 Post Point Capital Contribution
 \$ 2,362,363.99 Loan With Annual Payments
 5.13% Interest Rate Compunded Monthly
 20 Years**

Total Project Cost June 30, 2015	A	\$ 60,424,026.69
Total Construction (only) Costs June 30, 2015	B	\$ 50,372,366.00
Value of Construction Benefitting the LWWS	C	\$ 35,824,826.00
Improvement Benefitting LWWS as % of Construct	D	71.12%
Total Project Costs Benefitting LWWS =A*D	E	\$ 42,973,566.94
Bond Interest Paid by City through 6/30/2015	F	\$ 8,777,207.03
Percentage Applied to the District	D	71.12%
Cost of City Debt Benefitting LWWS =F*D	G	\$ 6,242,349.52
LWWS Project Cost Plus Cost of Borrowing =E+G	H	\$ 49,215,916.46
Capital Contribution Rate (ILA Sec. 6.2.1)	I	4.8%
Total Capital Contribution to be made by LWWS =I*H	J	\$ 2,362,363.99
Interest Rate (see attached calculation)	K	5.13%
Number of Payments		20
Basis		Annual
Payment	L	\$ 193,639.36

cmb 8/11/2015

Lake Whatcom Water-Sewer District
Post Point Capital Contribution
\$ 2,362,363.99 Loan With Annual Payments
5.13% Interest Rate Compounded Monthly
20 Years

Year	Payment	Principal Paid	Interest Paid	Remaining Balance
7/1/2015	\$ 193,639.36	\$ 69,559.63	\$ 124,079.73	\$ 2,292,804.36
7/1/2016	\$ 193,639.36	\$ 73,213.14	\$ 120,426.22	\$ 2,219,591.22
7/1/2017	\$ 193,639.36	\$ 77,058.56	\$ 116,580.80	\$ 2,142,532.66
7/1/2018	\$ 193,639.36	\$ 81,105.95	\$ 112,533.41	\$ 2,061,426.71
7/1/2019	\$ 193,639.36	\$ 85,365.92	\$ 108,273.44	\$ 1,976,060.79
7/1/2020	\$ 193,639.36	\$ 89,849.64	\$ 103,789.72	\$ 1,886,211.15
7/1/2021	\$ 193,639.36	\$ 94,568.86	\$ 99,070.50	\$ 1,791,642.29
7/1/2022	\$ 193,639.36	\$ 99,535.95	\$ 94,103.41	\$ 1,692,106.34
7/1/2023	\$ 193,639.36	\$ 104,763.93	\$ 88,875.43	\$ 1,587,342.41
7/1/2024	\$ 193,639.36	\$ 110,266.51	\$ 83,372.85	\$ 1,477,075.90
7/1/2025	\$ 193,639.36	\$ 116,058.10	\$ 77,581.26	\$ 1,361,017.80
7/1/2026	\$ 193,639.36	\$ 122,153.88	\$ 71,485.48	\$ 1,238,863.92
7/1/2027	\$ 193,639.36	\$ 128,569.83	\$ 65,069.53	\$ 1,110,294.09
7/1/2028	\$ 193,639.36	\$ 135,322.78	\$ 58,316.58	\$ 974,971.31
7/1/2029	\$ 193,639.36	\$ 142,430.41	\$ 51,208.95	\$ 832,540.90
7/1/2030	\$ 193,639.36	\$ 149,911.36	\$ 43,728.00	\$ 682,629.54
7/1/2031	\$ 193,639.36	\$ 157,785.24	\$ 35,854.12	\$ 524,844.30
7/1/2032	\$ 193,639.36	\$ 166,072.68	\$ 27,566.68	\$ 358,771.62
7/1/2033	\$ 193,639.36	\$ 174,795.40	\$ 18,843.96	\$ 183,976.22
7/1/2034	\$ 193,639.30	\$ 183,976.22	\$ 9,663.08	\$ 0.00

\$ 3,872,787.14 \$ 2,362,363.99 \$ 1,510,423.15



LAKE WHATCOM WATER AND SEWER DISTRICT

AGENDA BILL

DATE SUBMITTED:	August 18, 2015		
TO BOARD OF COMMISSIONERS			
FROM: Patrick Sorensen	MANAGER APPROVAL <i>Patrick Sorensen</i>		
MEETING AGENDA DATE:	August 26, 2015		
AGENDA ITEM NUMBER:	7.0		
SUBJECT:	Manager's Report		
LIST DOCUMENTS PROVIDED ⇨ NUMBER OF PAGES INCLUDING AGENDA BILL: _____	1. Manager's Report		
	2.		
	3.		
TYPE OF ACTION REQUESTED	RESOLUTION <input type="checkbox"/>	FORMAL ACTION/ MOTION <input type="checkbox"/>	INFORMATIONAL/ OTHER <input checked="" type="checkbox"/>

BACKGROUND / EXPLANATION OF IMPACT

Updated information from the General Manager in advance of the Board meeting.

FISCAL IMPACT

None

RECOMMENDED BOARD ACTION

None required.

PROPOSED MOTION

None

General Manager Comments

August 26, 2015

Important Upcoming Dates:

- **Meetings Associated with the Lake Whatcom Management Program:**
 - **Policy Group Meeting:** The next meeting is set for **September 21, 2015 at 2:30 p.m.** in the City of Bellingham's Fireplace Meeting Room located in the bottom floor of the Municipal Court Building next to the City's Information Technology Office at 625 Halleck Street. Remember, all Policy Group Meetings are publicly noticed by the District.
 - **Management Meeting:** The date for the next meeting with the Mayor and County Executive has not been set at this time.
- **Next Regular Board Meeting:** The next regular meeting will be held on **Wednesday, September 9, 2015 at 6:30 p.m.**
- **Employee Staff Meeting:** The next staff meeting is set for **Thursday, September 10, 2015 at 8:00 a.m.** in the Board Room. Commissioner Mc Roberts is scheduled to attend this meeting. Scheduling is rotated by alphabetical order each month.
- **Employee Safety Committee Meeting:** The next meeting is set for **September 10, 2015 at 9:00 a.m.** in the Small Conference Room.
- **Washington Association of Sewer & Water Districts (WASWD) Section III Meeting:** The upcoming Section III meeting will be held on **Thursday, September 24, 2015 at 7:00 a.m.** at the WASWD Fall Conference & Trade Show in the Wenatchee Convention Center. All WASWD Section III Meetings are publicly noticed by the District.
- **Whatcom Water District's Caucus Meeting:** The next Caucus meeting is set for **September 16, 2015 at 1:00 p.m.** in the Board Room.

Other:

- **Committee Meeting Reports as Needed:** This is a place holder for Board and staff members to report on recent committee meeting reports since the last Board Meeting.
- **WASWD Fall Conference:** As a reminder the Fall Conference will be held at the Wenatchee Convention Center September 23 - 25. Commissioners Millar, Mc Roberts, Weide, and Ford are attending.

Because this represents a quorum the attendance will be listed, but it will reflect that this is not a formal Board meeting, and no action will be taken on District business. This is educational in nature.

- **2015 SVCA Spirit Day**: Spirit Day was held last Saturday the 15th in the afternoon. Ken Zangari was good enough to set the table and tarp up and take it down when it was over. Commissioner Ford and I sat at our booth through the afternoon and talked with the public. It turned out well.

In addition, RE Sources for Sustainable Communities set up their booth and tested 59 cars over a 3.5 hour period in their "Don't Drip & Drive" program. It seems to have been well received.