

**MINUTES OF THE January 30, 2012
FREELAND WATER and SEWER DISTRICT
Special Meeting**

Meeting Place

Freeland Library
5495 South Harbor Avenue
Freeland, WA

In Attendance:

Commissioner – Eric Hansen
Commissioner – Marilyn Abrahamson

Commissioner – Lou Malzone

Andy Campbell – Certified Operator
Sandy Duncan – Administrative Assistant

Chuck Edwards-Edwards & Assoc. CPA's
Gary Hess-Davido Consulting Group

Audience

Al Peyser
Lou Randall
John & Chelle Brunke
Eileen Hunter

Carol Hanna-Holmes Harbor
Meg Wingard-Holmes Harbor
Holmes Harbor Trailer Park-Manager

CALL TO ORDER: Commissioner Hansen called the meeting to order at 7:47 p.m. The special meeting was preceded by a budget workshop.

Commissioner Abrahamson reviewed the purpose of the special meeting was to discuss the Rural Economic Grant funding.

Action: A motion was mad by Commissioner Abrahamson that all billable hours for the sewer project incurred by any contractor, including Edwards & Assoc., under the Rural Economic Development Fund Grant be stopped due to the ambiguity as to what is reimbursable and what is not. The motion was seconded by Commissioner Malzone. Upon discussion the motion was tabled to the February 13, 2012 district meeting.

Commissioner Malzone agreed to contact Island County Commissioner Helen Price Johnson to see if the Freeland Water and Sewer District can get on the staff session workshop agenda to discuss this issue with the Island County Board of Commissioners as soon as possible to resolve the issue of what and what is not allowable expenses under the Rural Economic Grant Fund.

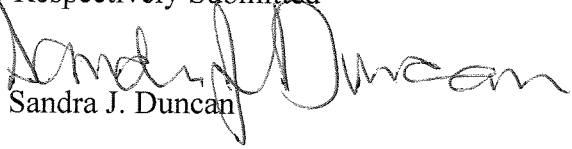
Edwards & Associates, CPA's will proceed with the re-submittal of denied expenses pending input from Gary Hess.

ADJOURN MEETING:

The regular meeting was adjourned at 8:47 p.m.

Respectively Submitted

Sandra J. Duncan



Approved:



Commissioner: Eric Hansen



Commissioner: Lou Malzone



Commissioner: Marilynn Abrahamson