	PORT OF KLICKITAT BOARD OF COMMISSIONERS MEETING MINUTES July 18, 2006 REGULAR SESSION	M = moved S = seconded MP = motion passed		
TOPIC	DISCUSSION/ASSESSMENT/FINDINGS	ACTION/FOLLOW UP		
ATTENDANCE:	Commissioners/Staff Present: Port Commissioners (PCs) Norm Deo, Rodger Ford & Wayne Vinyard; Port Executive Director (Exec.D) Dianne Sherwood: AA\Bookkeeper Margie Ziegler and Minutes Secretary Peter Frothingham. PC/Staff Absent: Port Counsel Teunis J. Wyers Guests Present: Matt Riley (Rapid Readymix), Lee Ast, Steve Tessmer, Travis Tormanen, Brad Roberts			
• PUBLIC COMMENT •Steve Tessmer - Resort Update	Meeting opened at 4:31 by Chair PC Deo Steve Tessmer introduced Travis Tormanen who reported on his Kennedy Jenks work regarding water issues associated with Sundoon Village Project. The 1st phase would have limited impact, though a new crossing of the state highway would be needed. Both wells would need to be chlorinated. The 2st and 3st phases would require additional storage, possibly in the resort area. Probably there would need to be a 3st well to provide back up water and it would be possible to loop the system. He is recommending a 12st crossing of the highway. There would need to be an update of the Port's water system master plan as the plan must be updated every six years and it has been three years since the last update. There is a memo being prepared which includes the suggestions for updating the water system. Steve and Travis are looking for guidance and direction so that they can know whether to proceed with the Port or explore other possibilities. Steve presented some information about the water right issues. Up to 320 acre feet of water can be used in the golf course area and only 240 acre feet are needed. The village portion needs only 38 acre feet of water. If that water right were transferred to the Port, then a portion be used for residential. PC Deo asked whether there had been explorations about using the wells in the area to create a municipal water system. PC Deo expressed concern that the Port has limited financial and staff resources available to deal with this issue. Steve replied that there are many small water districts in the area, some of which are not eager to become part of a larger system. Mike Wellman earlier encouraged the development of a tied-in municipal water system in the area. Steve asked whether the Port was interested in looping its water system. PC Deo again stressed that the Port has no funding available for this project. PC Deo stated that the Port Commissioners need a lot more information before they can know how to and whether to participate in the plan. Steve a	Exec D Sherwood to draft a letter for PC review		
ADMINISTRATIVE MATTERS • Consent Agenda 6/6 & 20, 2006 Minutes Vouchers - 6/30, 7/11, 14 & 18 PC Mtg: Recommend one	Exec D Sherwood reported on the many invoices needing to be paid. Exec D Sherwood praised Esteban for his work assisting Jared with maintenance work, on Fridays and Saturdays. Exec D Sherwood explained that on all contracts a ratainage of 5% is withheld to provide a bit of leverage if sub contractors don't get paid, and to cover any other issues that may arise with a contractor. All the issues with LL Lindberg and the preload contract have been settled and the pre load is completely finished. By consensus the PC agreed to a single meeting in August. The one meeting will be on the usual 1st Tuesday	PC Ford M and PC Vinyard S a motion to approve the consent agenda. MP		

meeting in August

date (August 1).

Klickitat County is proposing changes to the general industrial zone. Exec D Sherwood asked that it not exclude office and retail uses in an area adjacent to Hwy 197. The Planning Commission last night approved changes to the general industrial zone which the KC Planning Dept. recommended, simplifying the outright allowed uses in the zone. PC Ford asked whether the sawmill would have to go through a conditional use process if it wanted to expand. PC Ford asked whether Port activities in the general industrial zone would have to go through additional permitting processes. The Port may need to seek a zone change to permit light industrial uses in the appropriate parts of its property (adjacent to Hwy 197). Exec D Sherwood asked whether the PCs wanted to raise any issues about the conditional uses that remain in the general industrial zone. PC Vinyard pointed out that the Port will still have the right to manage its property, so the PCs decided not to raise any issues at this time.

Ron Lethco did not report back to work on July 1st as assumed. A letter has been written by counsel asking for the return of Port keys. He has been terminated in accordance with the Port personnel policies. Exec D Sherwood stated that there is, therefore, a need for a part time person to assist Jared. The PCs agreed that Exec D Sherwood should look for a part time, seasonal assistant for Jared.

Some months ago, the Port considered hiring someone to market the Port's properties. Exec D Sherwood suggested advertising for proposals and then see what responses come in and choose from among them. PC Deo suggested that there is a need for additional staff for the Port and that such a person might have the responsibility for marketing. PC Ford agreed there is a need for additional staff to assist with internal work and stated that additional staff would not preclude working with an outside firm that would be working on commission. PC Vinyard wanted to be sure there was not conflict between a contractor and an in-house person. Exec D Sherwood supported the idea of hiring a staff person and then do the RFP for a contractor, if needed. She also stated that the Port must review their CC&Rs and decide what property would/would not be for sale and determine prices. The PCs pointed out that Exec D Sherwood must give thought to where the new person will have his/her desk.

Exec D Sherwood will prepare an ad for an additional staff person for seasonal maintenance work.

EXECUTIVE DIRECTOR'S REPORT

●Bingen Point - Bldg 1E update

•Dallesport - Sub Terra Personal Services Contract Building 1E update: 3 bids from very qualified testing companies were acquired for the special testing that will need to be done. Special testing will be those inspections that are required by Klickitat County's Building Official. Exec D Sherwood recommends giving the contract to PSI in an amount not to exceed \$10,172, because they were the low bidder for the work, and it would be on an hourly basis not to exceed this amount. Ken from Klickitat County said that he would do all the necessary special inspections except for water. Exec D Sherwood asked for authorization to sign a personal services contract with PSI. By consensus, the PCs agreed.

Exec D Sherwood showed the PCs the spread sheet that shows that for Building 1E the Port now has all of its fixed costs for the project. The project cost is now \$2.5 million. She asked the PC how much money it wants to go for in bonds. The PC said to go for enough money so that it will be covered if the \$300,000 from Klickitat County should not come through. The rate is expected to be about 5.65%. The bond would be a general obligation bond for Port purposes which would include Building 1E and anything else the Port considered appropriate. Discussion followed regarding going for more money to permit the completion of other projects like looping the water system or grading. Exec D Sherwood recommended \$1.4 million as the bond amount. Exec D Sherwood asked whether the PCs want to have someone come and talk with them about bonds. PC Ford said that he has just heard the presentation and has information that can be share with other commissioners. Exec D Sherwood said that she is looking at the date of 9/18 to price the bonds.

Dallesport Industrial Park: Sub Terra has had some concerns about language in the personnel services contract relating to liability and hold harmless language. Port Counsel Wyers is working with them and Exec D Sherwood hopes that all issues will be resolved soon.

Miscellaneous

Committee Updates

The meeting of the EDA board has been changed to 8/10 and PC Vinyard cannot attend. PC Ford said he might go. The EDA may be hiring a marketing person.

MCCED is having a conference call meeting. There was a question whether there is a need to change/establish policy about this regarding PC reimbursement as a meeting. There will be only quarterly

Exec D Sherwood will be notifying CERB that the Port wants its \$1 million

PUBLIC COMMENT	meetings in the future. The Dallesport Log Yard lease it back yet. Brad Roberts comme Lee Ast discussed the plans for changed to manufacturing. Lee offered that there are portable leexpensive. Questions were ast there might be opportunities to cubicles in Building 1D would be moved. PC Deo and Exec Eprovide a secure storage area. Lee asked about the change in Sherwood replied that the chan Amerigas has not been response.	nted that the crane had move Building IE. As of a meeting suggested a change to incoording docks that are as efficied about the parking and we capitalize on additional tenale removed. Lee responded of Sherwood asked about the the general industrial zoning would allow some retails	ved and will be using Friday the planslude a loading dofective as a permayhether it would an ant improvements I no, that only the possibility of ling and whether it sales.	sed by INSITU for the same of	testing. ng 1E may be PC Deo ch less suggested that rhether the building would 1D & 1E to		
ADJOURNMENT						PC Vinyard M and PC Ford motion to adjourn @ 6:26	d S a MP
Approved on:(I	Date)		Respectfully su	ubmitted	Peter Frothingh:	am, Minutes Secretary	

Dianne Sherwood, Executive Director

Norm Deo, Chairman