

OFFICIAL IBSD MINUTES

FEBRUARY 25, 2010
IONA-BONNEVILLE SEWER DISTRICT (IBSD)
SPECIAL BOARD MEETING

Meeting called to order by Chairman John Price at: 4:40 p.m.

Board Members Present: John Price (Chairman); Mike Klingler; Jason Blundell; Glen Clark; Kelly Howell

IBSD Staff: Cindy Wellman, Manager

Attorney: Tony Sasser, Echohawk Law

Public: Dale Green, Key Bank; Jeff Hart, Key Bank; Leslie Grigg, Merrill Lynch; Allen Beazer, patron

Agenda Items:

1. Investment update, Key Bank, Bank of America/Merrill Lynch and Echohawk Law Offices
2. Change Order for Building
3. Approval of Minutes: 02/18/2010
4. Executive Session: Idaho Code: 67-2345 (f) Pending litigation
5. Adjournment

Meeting minutes: For additional information, please reference the meeting recording.

00:00:00

MOTION: Mr. Blundell made a motion to add the proposed change order from 3D-Decker outlining specific costs per item to the agenda. **MOTION SECONDED:** Mr. Klingler seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

00:01:30

00:01:30 **INVESTMENT UPDATE**

Mr. Blundell noted that a motion at a previous meeting was made to divide funds between Key Bank and Merrill Lynch. The checking account is up and running but the investment side needs to move forward. There have been security concerns by several Board members.

The investment policy states that the Secretary/Treasurer has authorization to move funds from one investment to another. Mr. Grigg stated Merrill Lynch has several internal controls that prevent unauthorized use of account.

Mr. Clark is concerned, as a result of recent news stories involving embezzlement that internal controls are in place, mainly the requirement for two signatures. He believes the first concern is to keep the funds safe. He would also like to see some of the monies deposited in CD's with local banks.

OFFICIAL IBSD MINUTES

MOTION: Mr. Howell made a motion to accept the investment policy as written. **MOTION SECONDED:** Mr. Blundell seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

MOTION: Mr. Blundell made a motion to move forward in the same direction as discussed previously and move funds out of existing accounts to accounts Bank of America/Merrill Lynch and Key Bank split equally. He further moved that the Board sign agreements with all Board Members being agreement signers and having authority to trade securities if the primary contact Secretary/Treasurer is not available. Check writing abilities will not be available. **MOTION SECONDED:** Mr. Klingler seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

00:33:15

00:33:15 **CHANGE ORDER FOR BUILDING**

Mr. Blundell stated there are specific costs for the previously approved change order for the office building. The shingles selected are a dark brown with beige window trim.

MOTION: Mr. Blundell made a motion to approve the change order pending receipt of a drawing with a description that the grates be lockable and accessible. **MOTION SECONDED:** Mr. Klingler seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

00:37:20

00:37:20 **APPROVAL OF MINUTES: 02/18/2010**

MOTION: Mr. Clark made a motion to approve the minutes for 02/18/2010. **MOTION SECONDED:** Mr. Howell seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

00:38:00

00:38:00 **EXECUTIVE SESSION**

MOTION: Mr. Klingler made a motion to move to Executive Session pursuant to Idaho Code 67-2345 (f) pending litigation. **MOTION SECONDED:** Mr. Clark seconded. **MOTION PASSED:** 4-0 (Yay: Mr. Klingler, Mr. Blundell, Mr. Howell, Mr. Clark; Chairman Price abstains)

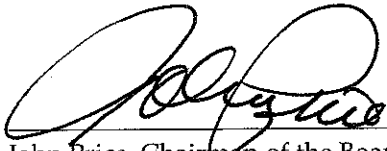
00:40:40

00:00:00 Tape 2 **ADJOURNMENT**

The meeting Adjourned at 6:15 p.m.

00:00:14 Tape 2

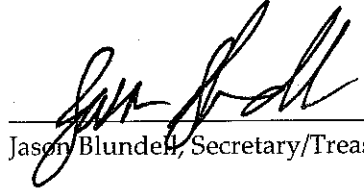
OFFICIAL IBSD MINUTES



John Price, Chairman of the Board of Directors

3-18-10

Date



Jason Blunden, Secretary/Treasurer

3/18/10

Date