1. CALL TO ORDER
   President Quong-Vermeire called the meeting to order at 9:00 a.m.

2. APPROVE AGENDA
   Motion duly made and seconded to approve the Agenda as presented. The motion carried.

3. CONSENT AGENDA
   Motion duly made and seconded to approve the Consent Agenda as presented. The motion carried.

   Consent Agenda Items are considered to be routine and non-controversial and are generally approved as a group with one motion. Any Commissioner may remove any item from the Consent Agenda for separate discussion and action. Vouchers audited and certified by the auditing officer as required by RCW 42.24.080, and those expense reimbursement claims certified as required by RCW 42.24.080 have been recorded on a listing, which was made available to the Board of Commissioners.

   Minutes: July 2, 2014 Regular Meeting

<table>
<thead>
<tr>
<th>Fund Name</th>
<th>Fund No.</th>
<th>Warrant Date</th>
<th>Vouchers</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Maintenance</td>
<td>09-075-0010</td>
<td>07/17/14</td>
<td>17806</td>
<td>17847</td>
</tr>
<tr>
<td>Construction</td>
<td>09-075-3030</td>
<td>07/17/14</td>
<td>901616</td>
<td>901620</td>
</tr>
<tr>
<td>Maintenance -Payroll</td>
<td>09-075-0010</td>
<td>07/11/14</td>
<td>302496</td>
<td>302496</td>
</tr>
</tbody>
</table>

4. PUBLIC INPUT
   No members of the public attended the meeting.

5. RESOLUTIONS/MOTIONS
   Resolution 14-7-16A authorizing Developer Extension Agreement (Blueberry Lane PUD). Motion duly made and seconded. After discussion, the motion carried.

   Resolution 14-7-16B authorizing design contract #14-60-11 with Parametrix, Inc. for Project SW14-1 40th Avenue South Water Main Replacement. Motion duly made and seconded. After discussion, the motion carried.
6 STAFF/COMMISSIONERS/ATTORNEY
Debbie Prior
6.1 2nd Quarter Financial Statements – Debbie will email (7/18/14) the Commissioners the financial statements including Budget vs. Actual to discuss at the 7/22/14 Board Workshop meeting.

Matt Everett
6.2 Bid Opening (Project 13-18 Military Rd S @ Angle Lake Water Main Replacement) – The bid opening was held at the District Headquarters on July 15th at 2:00 pm. The District received four (4) bids. The apparent low bidder, R.W. Scott Construction, did not submit all the required bid documents. John Milne, the District’s attorney, is reviewing the bids and will make a recommendation on how to proceed.

6.3 7/10/14 Seattle Operating Board Meeting Update - The formal rate report was presented at the meeting. The 2015-2017 Wholesale Water Rates are based on two components: (1) Seattle Regional Rates; and (2) Subregional Surcharges. SPU will implement an approximate 7.5% rate reduction in its regional wholesale water rates and a 9 cent per CCF increase in its Southwest Subregional Surcharge for 2015-2017. The overall cost of SPU wholesale water for Highline Water District in 2015-2017 will be an approximate 2% reduction.

There being no further business of the District, President Quong-Vermeire concluded the meeting at 9:20 a.m.

BOARD OF COMMISSIONERS

Kathleen Quong-Vermeire, President

George Landon, Secretary

Gerald R. Guite, Commissioner

Daniel Johnson, Commissioner

Vince Koester, Commissioner