

Treasurer's report for RFB meeting 07/06/06

Operating Fund Balance \$ - 18,806.99

Capital Improvement Fund Balance \$ 48,405.20

Paid bills in the amount of \$ 11,201.71 *

June check numbers 3128 — 3190, both inclusive
(paid July 6, 2006)

*Includes payment to Lee Hoerner \$4,000 for 1987 chev crew cab.

JULY 2006 RFB MEETING

Thursday, July 06, 2006 7:00 p.m.

Location of meeting: Poison City Hall Conference Room

POLSON RURAL FIRE BOAR(I) MEETING

MINUTES - JUNE 8, 2006

Board trustees present: Ross Hoyt, Ron Ryan, Fred Nelson, Alison Meslin.

Board trustees absent: Steve Lozar.

Staff Present: John Fairchild, Assistant Fire Chief, Karen Sargeant, Public Relations Officer.

Guests: Jeff Meslin, Jan Phillips, Lester Johnson, Paul Bishop, Paul Mauer, Torn Sadecki.

Meeting called to order by Chairman Hoyt 7:05 p.m.

Minutes: Minutes of May 10, 2006. Chairman Hoyt requested unless later repealed stricken from the text. An additional mill levy of 3.82 mills for the operating fund at approximately \$53,399 annually, each year unless later repealed approved 868 to 718. The text was from the official election ballot, but not part of the board meeting discussion. Also note the final vote tally reflects the corrections during the election canvas. Motion Trustee Ryan, seconded Chairman Hoyt minutes approved as presented with correction.

Motion carried unanimously.

Treasurer's Report:

Operating Fund Balance \$-21,900.51

Capital Improvement Fund Balance \$ 48,306.18

Paid bills in the amount of \$ 38,417.75

May check numbers 3104—3127, both inclusive, paid June 8,2006. Includes additional check #3 126 payable to NFPA membership renewal ½ rural \$67.50; additional check #3127 payable to KIBG-FM for November 2005 mill levy election. radio spots \$250.00.

Toni Sadecki, Big Arm Fire Station Manager, presented the KIBG-FM bill to the board for payment. The bill is past due. Chairman Hoyt indicated the Big Arm Association agreed to pay the bill. Discussion followed regarding use of public funds for advertising.

During the two previous mill levy elections information brochures, envelopes and postage was expensed. Motion Trustee Nelson, seconded Trustee Meslin to pay KIBG-FM bill. Motion carried unanimously. Meslin requested information regarding the following bills 1) check #3106 Cenex increased fuel use is due to additional responses; check #3110 GM Auto Tech rescue vehicle brakes and generator maintenance carries jaws and is second or third vehicle to respond; check #3114 L.N. Curtis is for wildland boots; check #3115 L.N. Curtis for fire truck equipment; replaced forced nozzles, goggles for helmets; check #3118 Nor Mont Equipment spring cones on trucks; check #3120 Ronan Power Products portable pump and setup equipment to protect homes around the lake from shore; check #3120 Terry's Pest Control insect spraying at Big Arm Station. Motion Trustee Meslin, seconded Trustee Ryan to pay bills. Motion carried unanimously. The board indicated the \$15,000 payment for FY '05-'06 to the City of Poison regarding the interlocal agreement will be held until June 30, 2006.

May 2006 second half 2005 real estate tax collections at \$13,902.12, personal property tax collections \$176.92, A-101 misc, revenue \$173.50 TOTAL: \$14,252.62. 2005 real estate taxes to be received \$6,163.

PPL protested taxes request finds in the amount of \$7,619.46 which is 80% of the total held for tax years 2000,2001,2002. Motion Trustee Nelson, seconded Trustee Ryan authorize a letter July 2006 to Lake County Treasurer Pat Cook requesting release of PPL funds. Motion carried unanimously.

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Poison Rural Fire Board Minutes

June 8, 2006

Administrative:

RELEASE OF BOARD MINUTES TO PRESS — Chairman Hoyt indicated he would like to discuss the release of the minutes to the press and would like the minutes to be approved before release to the press. Trustee Meslin commented the minutes were sent to several newspapers. The Lake Times printed the entire minutes as presented; while the Leader contact her to shorten the minutes. The minutes were shortened with the equipment specifications included; then the Leader indicated they wanted to abbreviate the minutes further. She then requested the Leader send back a draft before printing. The Leader did not send back a draft. Chairman Hoyt indicated the trustees should approve minutes prior to release to the press. Therefore the minutes will be a month late. The publication in the newspaper is a public service. Trustee Ryan commented the minutes should be published as it is given to them after the approval of the minutes. Public information officer Karen Sargeant is available to review press releases. Karen suggested the minutes posted on the website therefore the articles to the press can be shortened; and at the end of the news article indicate the full board minutes are posted on the website. The summary will provide a better opportunity to get the minutes published. Jan Phillips referenced when she was a member of a school board the minutes were not published prior to board approval. Jan also noted the ac-

tivity of board members render a liable on any decision made during the meeting whether or not entered in the minutes. Motion Trustee Ryan requirement minutes approved by board prior to making them public, summary report for board review prior to being published, full text can be viewed on the website and no communication to the newspapers by a board member without direction of the board. Trustee Meslin questioned if Bonnie will prepare the summary. Ryan indicated that is the procedure. Bonnie indicated time constraints does not permit minutes to be produced in full text and a summary. Ryan then suggested the public relations person prepare the summary. Bonnie indicated she will transcribe the minutes in the entirety and will not prepare a summary. Trustee Meslin seconded. Motion carried unanimously.

New Business:

ENERGY PARTNERS PROPANE CONTRACT — Assistant Chief Fairchild indicated the \$800.00 propane contract as presented is for \$200 more than was expensed this past year. Trustee Nelson indicated the price could increase to \$2.00 per gallon during the winter; therefore it would wise to negotiate the pre-buy at \$1.62 per gallon. Last year the price was \$1.32 and is presently \$1.42. If the price goes below \$1.62, the price will be adjusted and if the total amount of the contract is not used Energy Partners will issue a refund check at the end of the contract season. The full payment must be received by August 31; two payment plan in July and August; or four payment plan at \$1.65 per gallon. Tabled until July meeting.

Old Business:

WILDLAND FIRE COMPONENTS — Chairman Hoyt negotiated the purchase of two wildland components at \$9,000 per unit from Lee Hoerner. One set is on Hoerner's truck parked in the Big Arm Fire Station and the other is in a local storage unit. Both units are exactly the same. The department does not have trucks available to mount the units. Previously the board decided to purchase both units with the possibility of selling one and purchasing a truck. The truck with a mounted unit is for sale, but a price quote was not obtained. The original intent was to not purchase the truck with the unit. Chairman Hoyt indicated the truck looks fine, but told Mr. Hoerner the department was not interested in the truck. Mr. Hoerner didn't have time to remove the components, therefore, the truck with the mounted unit is in Big Arm. If the board is interested in the truck, Hoyt will proceed. The cost of a new unit is \$18,000 to \$19,000. Motion Trustee Nelson, seconded Trustee Meslin sell one wildland component at a minimum of \$15,000 and use the funds to purchase a truck. Motion carried unanimously. DNR trucks are not available for the current fire season; the allocation is generally done in February.

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Poison Rural Fire Board Minutes

June 8, 2006

MEETING LOCATION — Chairman Hoyt suggested the board meet in Big Arm August 2006, November 2006 and March 2007. Meetings are held the second Wednesday of the month at 7:00 p.m. Jan Phillips indicated it is a good idea.

TRIBAL LEASE — Trustee Meslin and Mary Driscoll met with the Tribal Council on Tuesday morning. The council promises to expedite the lease. The environmental committee will review the lease; no unusual circumstances are expected.

ANNEXATION REQUEST MEADOW LARK LANE - Jan Phillips read a letter written to Chief Cliff Fire Service regarding withdrawal by Section 30 homeowners from the Chief Cliff Fire Service. In part, the petition states Poison Rural Fire District extends at its western boundaries to the western edge of Section 29, T24N,R21W. The properties in the area will be better served by Poison Rural with an operational station 1.5 to 2 miles from Section 30; while Chief Cliff is approximately 12-15 miles from Section 30. For insurance premium cost consideration, Chief Cliff has an ISO rating of 10; while Polson has an ISO rating of 5-9. The attached petition represents more than 50 percent of the homeowners in the affected area. Jan requested to meeting with Chief Cliff Board members; but instead the meeting was with the Chief Cliff firemen due to the volunteer department training/meeting. Two board members were present at the meeting. Assistant Chief Fairchild indicated open communication within the district and mutual aid with surrounding fire departments is available. Trustee Nelson indicated the next step in the process is for the Lake County commissioners to set a hearing date for Chief Cliff to consider the petition, then the commissioners set a public hearing to annex the area into the Poison Rural Fire District.

FIRE TRUCK BIDS - Chairman Hoyt indicated the legal public advertisement will appear for two consecutive weeks in a local paper. The specs are middle price and fit the needs of the department. The tentative date to open the bids is July 11. Trustee Nelson suggested the board look at the specifications. Jeff Meslin suggested the committee consider pre-built trucks. Assistant Chief Fairchild commented tenders are pre-built; while engines are not. An April 2007 delivery would permit time for training before the summer fire season. Paul Mauer question the mill levy being sufficient to purchase an engine and a tender. Other anticipated funds could include sub-division review fees. The anticipated revenue of the equipment mill levy should be at 90 percent; delinquent and protested taxes are generally 10 percent. Motion Trustee Meslin, seconded Trustee Ryan advertise for bids. Motion carried unanimously.

ELECTION OF OFFICERS - Open nominations for Chairman, Vice-chairman, and Secretary- Treasurer. Motion Trustee Nelson, seconded Trustee Meslin nominate Ross Hoyt as chairman. Motion carried unanimously. Motion Trustee Meslin nominate Fred Nelson as vice-chairman; Fred declined. Motion Trustee Ryan, seconded Trustee Nelson nominate Steve Lozar as vice-chairman. Motion carried unanimously. Motion Trustee Nelson, seconded Trustee Ryan nominate Alison Meslin as secretary-treasurer. Motion carried unanimously.

BUDGET - Chairman Hoyt mentioned the proposed FY '06-'07 budget is available for review and will be finalized and adopted at the July meeting.

Next meeting July 6, 2006 7:00 p.m. Poison City Council Chambers.

Adjourned at 8:41 p.m.

Ross Hoyt, Chairman Ron Ryan, Secretary-Treasurer

JUNE 2006 {Approved 7/06/06}

POL RURAL FIRE DIST#7245

7/3/2006

Date Num Transaction Payment C Deposit Balance

6/15/2006 -21,899.57

6/15/2006 DEP R 167.31 -21,732.26

cat: 0330000-SOM Worker'sCompRfd

6/15/2006 DEP R 41.67 -21,690.59

cat: 0371010-Interest Earnings

memo: May '06 interest earning

6/15/2006 DEP R 14,085.31 -7,605.28

cat: 0311010-Real Property Tax

6/29/2006 3128 Lee Hoerner 4,000.00 -11,605.28

cat: 0900- Capital Purchases

memo: 1 987 Chev crew cab truck in full

7/6/2006 Print Cenex Harvest States 307.01 -11912.29

cat: 0231-Gas, Diesel, Oil

memo: Acct#157 120 June Billing

7/6/2006 Print Conoco Phillips 177.46 -12,089.75

cat: 0231-Gas, Diesel, Oil

memo: Acct#8701 7-3796

7/6/2006 Print Tom Maloney 85.00 -12,174.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 6/30/06

7/6/2006 Print John Fairchild 75.00 -12,249.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Pete Bishop 80.00 -12,329.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Ernie Butt 95.00 -12,424.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Tony Porrazzo 40.00 -12,464.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Martin Glasson 70.00 -12,534.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Greg Goldberg 75.00 -12,609.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Terry Gembala 95.00 -12,704.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Chris McGuinness 85.00 -12,789.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Steve McCoy 60.00 -12,849.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

JUTE 2006 {Approved 7/06/06}

POL RURAL Fire DIST #7245 Page 2

7/312006

Date Num Transaction Payment C Deposit Balance

7/6/2006 Print Scoff Kiser 55.00 -12,904.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-ani to 06/30/06

7/6/2006 Print Dale Ramesar 50.00 -12,954.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Scott Stuart 85.00 -13,039.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-anl to 06/30/06

7/6/2006 Print Ron Peterson 30.00 -13,069.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Jodi O'sullivan 100.00 -13,169.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Paul Fors 30.00 -13,199.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Steve Stanley 35.00 -13,234.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Casey Love 45.00 -13,279.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Jason Whealon 90.00 -13,369.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Olin McCrumb 10.00 -13,379.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Chad Morgan 45.00 -13,424.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Bruce Gerlack 45.00 -13,469.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print John Stevens 50.00 -13,519.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print BritSchliep 85.00 -13,604.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Karen Sargeant 85.00 -13,689.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Derrick Gibbs 10.00 -13,699.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

JUNE 2006 {Approved 7/06/06}

POL RURAL FIRE DIST #7245 Page 3

7/3/2006

Date Num Transaction Payment C Deposit Balance

7/6/2006 Print Kraig Rubel 95.00 -13794.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Keith Paul 100.00 -13,894.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Paul Bishop 80.00 -13,974.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Lonnie Erickson 50.00 -14,024.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Joseph Cope 85.00 -14109.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Tom Sadecki 95.00 -14,204.75

cat: 0224-Clothing Allowance

memo: Clothing Allowance semi-an'l to 06/30/06

7/6/2006 Print Ray Geiser 70.00 -14,274.75

cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Jack Dunn 5.00 -14,279.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Jeff Meslin 100.00 -14379.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Ellen Dunn 65.00 -14,444.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Ron Friez 75.00 -14519.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Jack Konitz 40.00 -14,559.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Viki Brandenburg 55.00 -14,614.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Stephen Doll 45.00 -14,659.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Stewart Rhodes 35.00 -14,694.75
cat: 0224-Clothing Allowance
memo: Clothing Allowance semi-ani to 06/30/06
7/6/2006 Print Bonnie M. Manicke 250.00 -14,944.75
cat: 0225-Clerk's Salary
memo: Clerk Services 1-01-06 to 6-30-06
.JUNE 2006 {Approved 7/06/06}
POL RURAL FIRE DIST #7245 Page 4
7/3/2006
Date Num Transaction Payment C Deposit Balance
7/6/2006 Print DXP Enterprises, Inc 500.00 -15,444.75
cat: 0220-Operating Supplies
memo: inv. #1243972 SelfFitTestPortaCounter CTLBR..
7/6/2006 Print General Fire Apparatus, Inc. 112.00 -15,556.75
cat: 0220-Operating Supplies
memo: Acct#234000Invoice#1111495 CEN handles
7/6/2006 Print Insty-Prints 89.70 -15,646.45
cat: 0220-Operating Supplies
memo: Inv. #41049 copies of truck specs
7/6/2006 Print Jackie M's Footwear 139.99 -15,786.44
cat 0220-Operating Supplies
memo: Invoice#362287 Vicki Brandenburg
7/6/2006 Print L.N. Curtis & Sons 1,588.56 -17,375.00
SPLIT 0220-Operating Supplies
memo: Cust#4929 -5 invoices
0220-Operating Supplies 90.00
2-Recue knife
0220-Operating Supplies 135.00
3-frstry hose clamps
0220-Operating Supplies 160.00
1-firedome helmet Big Arm Sta
0220-Operating Supplies 83.10
3-cobra ultimate hood NFPA Big
0220-Operating Supplies 96.00
6-pocket spanner wrench Big Ar
0220-Operating Supplies 41.60
1-Glove Nomix Wri NFPA Big Arm
0220-Operating Supplies 159.24
Curtis service

0220-Operating Supplies 813.61
Curtis service Hurst maintenanc
0220-Operating Supplies 10.01
postage
7/6/2006 Print Tom Maloney 48.28 -17,423.28
cat: 0231-Gas, Diesel, Oil
memo: AdministrativeVehGasFillButteConvention
7/6/2006 Print Mercer Welding & Repair 300.00 -17,723.28
cat: 0360-Vehicle Repair&Maintenance
memo: Invoice #51 35 6-rural inspections
7/6/2006 Print Mission Valley Power 21.16 -17,744.44
cat: 0241-Electricity
memo: Acct #7207
7/6/2006 Print Moline, Inc D/B/A Big Sky Fire Equipm... 142.50 -17,886.94
cat: 0220-Operating Supplies
memo: In#360862 ExtGlove;IncidentCommandVest
7/6/2006 Print Motorola 150.00 -18,036.94
cat: 0220-Operating Supplies
memo: Cust#1000416843-0001/Inv#88408989Ribless...
7/6/2006 Print NorMontEquipmentCompany 131.88 -18,168.82
cat: 0220-Operating Supplies
memo: Inv#16060124 1-set spring cones 1/2 rural
JUNE 2006 {Approved 7/06/0G}
POL RURAL FIRE DIST#7245
7/3/2006
Date Num Transaction Payment C Deposit Balance
7/6/2006 Print Poison Auto Parts, inc. 22.97 -18,191.79
cat: 0220-Operating Supplies
memo: Acct#5824 Inv#805058;808211 Small parts
7/6/2006 Print Ronan Power Products 13.84 -18205.63
cat: 0220-Operating Supplies
memo: inv#1 36690 ring casing seal
7/6/2006 Print Sign Pro 83.00 -18,288.63
cat: 0220-Operating Supplies
memo: Cust#6599 Inv #5372 Magnets for truck 323
7/6/2006 Print Verizon Wireless 95.39 -18,384.02
cat: 0245-Cell Phone
memo: Acct#370458579-00001
7/6/2006 Print Wal Mart PoIson 99.38 -18,483.40
cat: 0220-Operating Supplies
memo: Acct#6032 2020 1008 9218 Batteries
7/6/2006 Print Western States Insurance 200.00 -18,683.40
cat: 0365-Insurance
memo: Pol #VFISTROO22189-3 20%Increase4VehVal...
7/6/2006 Print Wheatland Fire Equipment 123.59 -18,806.99
SPLIT 0220-Operating Supplies
memo: Acct#POLSONR Inv#41 8300;41 8242
0220-Operating Supplies 19.75
Mask replace the screw
0220-Operating Supplies 103.84
Part SCBA carry case for AP5O
6/15/06 CAPITAL RESERVE FUND \$ 48,405.20

Treasurer's report for RFB meeting 08/09/06
Operating Fund Balance \$ 11,761.00
Capital Improvement Fund Balance \$ 29,515.73
Paid bills in the amount of \$ 2,348.01
July check numbers 3194 - 3210, both inclusive
(paid August 9, 2006)

ENCLOSURES:

- 1) RFB minutes 7/06/06
- 2) Financials
- 3) Memo from Raymond Law Office regarding liability insurance policy at Big Arm Station
- 4) Mission Valley Security BID ONLY smoke detectors

NOTICE:

SPECIAL MEETING MONDAY, AUGUST 7TH 12:00 NOON CITY HALL CONFERENCE ROOM
REVIEW FIRE TRUCK BIDS
AUGUST 2006 RFB MEETING
Wednesday, August 9, 2006 7:00 p.m.
Location of meeting: Big Arm Fire flail

POLSON RURAL FIRE BOARD MEETING

MINUTES — JULY 6, 2006

Board trustees present: Ross Hoyt, Steve Lozar, Alison Meslin, Ron Ryan, Fred Nelson.

Board trustees absent: None

Staff Present: Fire Chief Tom Maloney, Assistant Fire Chief John Fairchild.

Guests: Jeff Meslin, Lester Johnson, Paul Bishop, Terry Gembala, Mr. & Mrs. Earle Schafer.

Meeting called to order by Chairman Hoyt 7:00 p.m.

Minutes: Minutes of June 8, 2006. Chairman Hoyt requested Big Arm Association changed to Big Arm Fire Company. Chairman Hoyt indicated the Big-Arm-Association Big Arm Fire Company agreed to pay the bill. Minutes approved as presented with correction.

Treasurer's Report:

Operating Fund Balance \$ - (18,994.90)
Capital Improvement Fund Balance \$ 48,405.20
Paid bills in the amount of \$ 11,389.62 *

*Includes check #3128 to Lee Hoemer for 1987 Chevy crew cab.

June check numbers 3128—3193, both inclusive.

(paid July 6, 2006)

Trustee Lozar questioned when additional revenue will be received. July tax revenue receivable is approximately \$6,000. During the June meeting the board authorized PPL protested taxes request of funds in the amount of \$7,619.46 which is 80% of the total held for tax years 2000,2001,2002. Trustee Lozar commented the Tribe will take control of the dam in 2015, although it is speculative whether the facility will be eliminated from the tax rolls. In the meantime, PPL will likely protest future tax years. Trustee Meslin suggested additional revenue sources — charges for uncontrolled burns, burn permits, response to vehicle accidents and boat rescues. Chief Maloney indicated the board has an option to charge for services. The charges create an additional administrative layer, with a minor return. Trustee Nelson indicated additional protested taxes are likely in 2006; while expenditure need to be reduced. Chief Maloney said the increase in volunteer membership has created an impact on the operating budget. The increase in membership is a great thing, while the cost to outfit a firefighter has increased expenditures. The remaining capital improvement funds will likely be used to equip the new fire truck. The board questioned the status of the second slide-in wildland component being offered for sale. Chief Maloney will advertise the unit for sale with consideration to keep the unit depending on the offers. Motion Trustee Nelson, seconded Trustee Lozar to transfer \$19,000 from capital improvement fund to operating fund. Motion carried unanimously. Trustee Meslin requested information on the following items. 1). Chief Maloney plans to house the '87 chevy truck equipped with the wildland slide-in components at the Big Arm Station. 2). Clothing allowance is based on attendance at training meetings. 3). Check #3177 to L.N. Curtis the \$159.24 portion of the charge is for mileage to service the air compressor and hurst tool; 4). Check #3188 Western States Insurance \$200.00 additional 20% replacement values on current equipment. Motion Trustee Nelson, seconded Trustee Ryan to pay bills. Motion carried unanimously.

Communications: Chief Maloney opened a letter from Attorney Raymond requesting payment for services. The chief will talk to attorney Raymond regarding the payment. Trustee Nelson suggested the rural department contact the county attorney for legal services.

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Poison Rural Fire Board Minutes

July 6, 2006

Old Business:

MONTANA FIRE ALLIANCE CONVENTION REPORT - Terry Gembala reported several good speakers presented useful information. VFIS seminar indicated fire trucks save lives at accident scenes. The emphasis was on how to park trucks at the scene for

best protection. Fire Engineering Magazine presented fire fighter safety. Information booths were available to view merchandise and truck construction.

ENERGY PARTNERS PROPANE CONTRACT — Chief Maloney indicated the propane expense for last year was a little under \$700. Trustee Meslin indicated insulation of the roof during renovation at the Big Arm Station will save on fuel expense. Trustee Nelson indicated the price could increase to \$2.00 per gallon during the winter; therefore it would wise to negotiate the pre-buy at \$1.62 per gallon. Last year the price was \$1.32 and is presently \$1.42. If the price goes below \$1.62, the price will be adjusted and if the total amount of the contract is not used Energy Partners will issue a refund check at the end of the contract season. The full payment must be received by August 31st; two payment plan in July and August; or four payment plan at \$1.65 per gallon. Trustee Meslin will ask the Big Arm Association for consideration to pay a portion of the contract at the July 24th meeting The association's fund raiser last month did very well. Contract tabled until August meeting.

TRIBAL LEASE - A survey of easements are requested for the water connection since the streets are county owned and some of the land is in dual ownership of the county and tribe. Trustee Lozar will follow up on the survey request.

INSURANCE RATING — Trustee Meslin reported Lake County Commissioners requested information regarding Poison Rural Fire District ISO rating as a class 5. The commissioners questioned a guarantee of reduction in insurance rates should the Meadowlark subdivision annex into the Polson Rural Fire. Residents are encouraged to install dry hydrants and pumps with a minimum flow rate of 250 gallons per minute will also reduce insurance rates.

New Business

BIG ARMSTATION REQUIREMENTS — Chief Maloney reported our insurance company is requiring smoke detectors in the station A certificate of liability insurance is also required for the files

TRIBAL FIRE PLANNING — Trustee Lozar reported Tony Harwood, Tribal Mission Fire Officer presented a report to the Tribal Council with the council approving the fire plan for this current season. Tony also emphasized the quality of cooperation from Poison Rural Fire Department and in particular Chief Maloney. Poison and Tribal Fire are on a professional par with each other specifically with incident command and protocol as first response. Lozar is happy to be involved in the both organizations. Fire indicators for wildlands are high and alarming. Tribal council is looking at fuel reduction over the next several years with property owners taking a lead in the responsibility. The Tribe is taking an active roll in fuel reduction and asking the cooperation of rural fire districts. Trustee Meslin reported Polson volunteer fireman, Chris McGuinness presented an informative report on fire planning to the Big Arm Association recently.

FIRE CHIEF'S REPORT — Chief Maloney provided the six month report and annual training report. Firefighters averaged 709 hours per fire fighter for the last 12 months; with 134 calls through the month of June. (complete report attached to file minutes).

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Poison Rural Fire Board Minutes

July 6, 2006

FY'06-'07 PRELIMINARY BUDGET REVIEW — Trustee Lozar suggested Chief Maloney contact the doctors in the area to wave the fee for volunteer's physicals; complete a Wal-Mart grant request for flag poles, flags, and paint for the Big Arm Station. Trustee Meslin questioned revenues at \$182, 000 with expenditures at \$233,000. Chairman Hoyt reviewed the budget by line item (preliminary budget attached to file minutes). The budget will be finalized at the August 9 meeting.

LAND DONATION — Polson Rural Fire received a donation of 1 1/2 acres of land on Tower Road and highway 93 west of the bridge to provide a joint city/rural station. The department must build on the site within a 10 year period. The estimated cost of construction is \$600,000. Trustee Nelson suggested Chief Maloney request an extension beyond the 10 year time frame. The extension will provide adequate time to retire debt on the recent equipment purchase.

TRUCK BID OPENING - Bids will be opened July 26 at 5:00 p.m.; with a special meeting to award the bid on July 31, 2006 at 5:00 p.m.

IMPACT FEES— The City is establishing a formula for department impact fees and the rural fire should be able to use the same formula for establishing impact fees. Trustee Lozar questioned the best place to erect a fire station. Chief Maloney suggested the site on Tower Road which will provide a joint city/rural station.

Next meeting scheduled August 9, 2006 7:00 p.m. at Big Arm Fire Station.

Motion Trustee Nelson, seconded Trustee Ryan to adjourn. Adjourned at 9:19 p.m. Motion carried unanimously.

Ross Hoyt, Chairman Alison W. Meslin, Secretary-Treasurer

JULY' 06 EXPENSE {Apr'd 8/09/06}

POL RURAL FIRE DIST#7245 Page 1

8/4/2006

Date Num Transaction Payment C Deposit Balance

7/15/2006 -18,992.27

7/15/2006 DEP R 36.98 -18955.29

cat: 033521 3-PerPropRed HB20

7/15/2006 DEP R 65.19 -18890.10

cat: 0335212-PerPropTxReim SB417

7/15/2006 DEP R 658.52 -18,231.58

cat 0335230 HB124 SCM Quarterly Distr

7/15/2006 DEP R 300.00 -17,931.58

cat: 0342024 Subdivision Review Fee
memo: Leroy Steele
7/15/2006 DEP R 71.58 -17,860.00
cat 0371010-Interest Earnings
memo: June'06 Interest Allocations
7/15/2006 DEP R 7,809.38 -10,050.62
SPLIT 0116030 Protested Real Taxes
memo: PPL Release80% yr 2000,2001 ,2002+Int per b...
0116030 Protested Real Taxes 7,619.46
80% of tax years 2000,2001,200
0116030 Protested Real Taxes 189.92
Interest on protested taxes
7/15/2006 DEP R 8,868.54 -1,182.08
cat 0311010-Real Property Tax
7/15/2006 Debit 3,708.91 R -4,890.99
cat: 0116030 Protested Real Taxes
memo: '05 PPL 2nd 1/2 2005 Real Estate
7/19/2006 19,000.00 14,109.01
cat [POL R'L FIRE DIST CAP IMP#72461
memo: Per board 07/06/06 General expenditures
8/9/2006 3194 Cenex Harvest States 337.74 13,771.27
cat 0231-Gas, Diesel, Oil
memo: Acct#157 120 July Billing
8/9/2006 3195 Conoco Phillips 212.81 13,558.46
cat 0231-Gas, Diesel, Oil
memo: Acct#8701 7-3796 Invoice #870173796607
8/9/2006 3196 Flathead Newspaper Group 56.00 13,502.46
cat: 0300-Purchased Services
memo: Acct 51101322-000 Notice Bidders For Engines
8/9/2006 3197 G & M Auto Tech 314.50 13,187.96
cat: 0360-Vehicle Repair & Maintenance
memo: Sales #13124 '87Chev#323 Replace Fuel Tank
8/9/2006 3198 L.N. Curtis & Sons 118.11 13,069.85
SPLIT 0220-Operating Supplies
memo: Cust#4929 #305531 0-00;#3056342-00
0220-Operating Supplies 43.15
Factory Repair ECMS + Trans Sp
0220-Operating Supplies 74.96
6-rubber goggles
8/9/2006 3199 Mission Valley Power 25.52 13,044.33
cat: 0241-Electricity
memo: Acct #7207
JULY 06 EXPENSE {Apr'd 8/09/06}
POL RURAL FIRE DIST #7245 Page 2
8/4/2006
Date Nuni Transaction Payment C Deposit Balance
8/9/2006 3200 Montana Ace Poison 53.06 12,991.27
cat: 0220-Operating Supplies
memo: Acct #600 Fastners,brackets,hose clamps;fiag...
8/9/2006 3201 Montana Electronics Co., Inc. 89.50 12,901.77
cat: 0220-Operating Supplies
memo: Acct#M2782 Inv#32378-battery
8/9/2006 3202 Jodi O'Sullivan 20.50 12,881.27
cat: 0220-Operating Supplies
memo: Reimburse OralGulcoseForFirstAidKit
8/9/2006 3203 New PIG Corporation 70.93 12,810.34
cat: 0220-Operating Supplies
memo: Cust#42682361Inv#3579090-00 Eyeware 1 /2Ru...
8/9/2006 3204 PoIson Auto Parts, Inc. 131.62 12,678.72
SPLIT 0220-Operating Supplies
memo: Acct#5824
0220-Operating Supplies 28.96

#810042;#81249;#813531 Small I
0220-Operating Supplies 23.67
#813531 Trailer C; plug;#81 004
0220-Operating Supplies 78.99
#815522 Drop Light
8/9/2006 3205 Tom Sadecki 69.00 12,609.72
cat: 0220-Operating Supplies
memo: Reimburse Work Order SEA 175C
8/9/2006 3206 St. Luke Community Healthcare Network 272.10 12,337.62
cat: 0300-Purchased Services
memo: Acct#PolsonFire Rural Portion
8/9/2006 3207 True Value 29.99 12,307.63
cat: 0220-Operating Supplies
memo: Acct#1426 Inv#184339 Torch Kit
8/9/2006 3208 Verizon Wireless 94.14 12,213.49
cat: 0245-Cell Phone
memo: Acct#370458579-00001
8/9/2006 3209 Wal Mart Polson 247.66 11,965.83
SPLIT 0220-Operating Supplies
memo: Acct#6032 2020 1008 9218
0220-Operating Supplies 64.50
2 ink cart
0220-Operating Supplies 88.72
Lex Printer
0220-Operating Supplies 42.70
Misc office supplies
0220-Operating Supplies 51.74
Bottled water
8/9/2006 3210 Wheatland Fire Equipment 204.83 11,761.00
cat: 0220-Operating Supplies
memo: Acct#POLSONR Inv#41 9115 Face piece HH
JULY TOTAL EXPENSES \$2,348.01
7/15/06 CAPITAL IMPROVEMENT FUND BALANCE \$29,515.73

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Monday, July 31, 2006

Big Arm Association

do Poison Rural Fire District Chief

RE: Station 2 Tribal Lease/insurance

Ladies & Gentlemen:

I have reviewed the most recent lease between the Polson Rural Fire District and the Tribes respecting the realty upon which Station 2 is located. That lease requires the District to maintain a liability insurance policy of \$1 million.

It is my understanding that the Association occasionally makes use of Station 2 for meetings, fundraisers, and the like. It is my further understanding that the Association maintains a liability insurance policy, but that it has limits less than \$1 million.

in order for the District to comply with the terms of its lease with the Tribes it will be necessary for the Association to maintain a liability insurance policy in the amount of \$1 million in order to make full use of the Station 2 facility.

Thank you very much for your time and attention.

Respectfully,

Raymond Law Office, LLC

Cc: Ross Hoyt

Mission Valley Security Inc.
8157 Dubay Rd
Polson MT 59860
(406) 883-2344

Estimate Date Estimate #6/28/2006 2146

Name / Address

Polson Fire Department

P0 Box 238

Polson MT 59860

Paradox Digiplex 48 Panel/Includes 1 Keypad	1	181.31	181.31
12 Volt 7ah 13attery	1	17.45	17.45
Control Panel/Power Supply Transformer	1	10.50	10.50
Heat Detector	10	13.14	131.40
Smoke/Heat Detector	3	41.66	124.98
Installation Supplies	1	50.00	50.00
Installation Labor	10	0.00	0.00
Total			\$515.64