

MINUTES OF THE BIG SKY RESORT AREA DISTRICT OPEN BOARD MEETING

August 23, 2006

Present: Al Malinowski, Chairperson
Carol Collins, Vice Chairperson
Les Loble, Director
Lance Child, Secretary/Treasurer
Leslie Fregien, Administrator

Chairperson, Al Malinowski, called the meeting to order at 11:06 am

1) Public Comment: None

- 2) Jennifer Madgic from the Gallatin County Planning Department** appeared before the Board to request a line item change. Jennifer Madgic asked to change the use of approved funds for a part-time, temporary employee to the use of a full-time temporary employee. Jennifer Madgic explained that Paul Bussi, the Planner that the department had in place at the satellite office, is no longer with the department and that she would need to use the funds for a full-time employee for the end of this summer season.

Al Malinowski asked Ms. Madgic if, in the end, it would still work out the same, and Carol Collins added a question that maybe there was an outside chance that the Planning Department wouldn't need the funds because of alternate funding from the county. Ms. Madgic responded that she didn't anticipate using all of the funds for the temporary employee.

Carol Collins stated that she was in favor of the alternate use of funding. Les Loble stated that the whole idea was to have someone in the satellite office and the Planning Department didn't anticipate the change of circumstances and feels that the Planning Department needs to have someone in Big Sky. Carol Collins added that maybe the Board should check with legal counsel, Mona Jamison. Al Malinowski understands Carol Collins point, but feels the Planning Department's request is within reason since they asked for the change ahead of time and he wants to make sure that there will be an employee in the Big Sky satellite office next summer as well.

Les Loble suggested Ms. Madgic write a letter stating that if funds were to become available through the County that the Planning Department would utilize that funding resource as an alternative. Ms. Madgic agreed to send a letter to the Board.

Les Loble made a motion to grant the Gallatin County Planning Department the use of the part-time/temporary employee funds for a full-time/temporary employee and in exchange, Ms. Madgic give a good faith promise, in writing, to utilize funds from the County if the funds become available. Second by Carol Collins. All in favor. Motion carried.

- 3) June 14, 2006 Open Meeting Minutes** – Carol Collins made a motion to approve the minutes, as amended. Second by Les Loble. All in favor. Motion carried.

4) New Business:

- a) Katie Alvin, Blue Water Task Force** – Ms. Alvin was scheduled to appear before the Board, however, Al Malinowski made mention that he had visited with Katie Alvin and she was unable to attend, but would like to be on the next agenda.

- b) **Website – J Tech Communications** – Les Loble requested a list of sample websites of comparable cost and type that J Tech Communications have built for other clients. Leslie Fregien agreed to get a list to all Board Members for their review.
- c) Al Malinowski made mention of a Chamber of Commerce Community Infrastructure Committee Meeting that he had attended. The topic was Big Sky becoming a municipality.

The Board began a discussion on the many different issues and impacts a municipality would have on the District. They agree that there are no clear answers and suggested Leslie Fregien follow up with legal counsel, Mona Jamison, to obtain answers.

7) Old Business

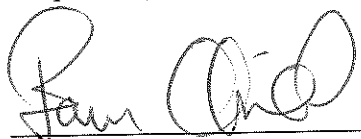
- a) **General Election - District's Extension** – The Board began a discussion on a plan for marketing the District to the voters. The Board agreed the District needs to hire a qualified marketing firm to handle the media campaign. Al Malinowski and Leslie Fregien will coordinate hiring a marketing firm and will have a firm in place by the next Board meeting.
- b) **Financials** – A discussion ensued on how some of the reports are laid out. Al Malinowski requested that the Transaction Detail By Account Report be sorted by check number, which Leslie Fregien agreed to do, because it appeared that a check was missing. The Board agreed to table the financials until the next meeting.

Al Malinowski asked for a motion to approve the financial reports from the June 14, 2006 Board meeting. Les Loble made a motion to approve the financials from June 14, 2006. Second by Carol Collins. All in favor. Motion carried.

- c) Les Loble began a discussion about his concern that some businesses are not collecting the Resort Tax. The Board discussed tax collection enforcement. Les Loble also stated that he would like to see the Ordinance rewritten so that it is easier for the people to understand. The Board agreed to discussing changes to the Ordinance after the November election.
- d) A brief discussion ensued regarding the procedures of the Administrator's 6 month review for permanent status which should be held prior to September 7, 2006. The Board agreed to have the review at the next Board meeting, which is on September 13, 2006. Les Loble made a motion to extend the Administrator's probationary period to September 14, 2006. Second by Lance Child. All in favor. Motion carried.

Chairperson, Al Malinowski, adjourned meeting at 1:00 pm.

Respectfully Submitted,



Lance Child, Secretary

MINUTES OF THE BIG SKY RESORT AREA DISTRICT OPEN BOARD MEETING
September 13, 2006

Present: Al Malinowski, Chairperson
Carol Collins, Vice Chairperson
Les Loble, Director
Rena Schumacher, Director
Lance Child, Secretary/Treasurer
Leslie Fregien, Administrator

Chairperson, Al Malinowski, called the meeting to order at 11:03 am

- 1) **Public Comment:** None
- 2) **New Business**
 - a) **American Bank of Big Sky Presentation** – Marla Ganoom & Ross Phohl presented to the Board a breakdown of interest rates offered by American Bank. Ross Phohl explained to the Board that since the District is treated as a municipality funds are pledged and if they had to pledge funds it would tie up those funds. A brief discussion ensued and the Board asked the Administrative Officer to obtain signature cards from American Bank to get account information updated.
 - b) **First Security Bank Presentation** – Jamey Kabish presented to the Board a breakdown of interest rates offered by First Security Bank. Jamey Kabish explained to the Board that First Security Bank buys Revenue Bonds as pledged security. The bonds are kept in safekeeping accounts in Minneapolis.
 - c) **Big Sky Chamber of Commerce** – Marne Hayes presented to the Board an update on the Chamber's Image Campaign featuring Big Sky residents.
 - d) **New West Advertising** – Tom Cook – Election Strategy. Tom Cook gave the Board a brief background of his experience with public issues. A discussion ensued with the Board and Tom Cook about the best ways to notify the public of the upcoming election. Administrative Officer to get list of information to Tom Cook. Carol Collins made a motion to create a committee to work with Tom Cook on the Election. Second by Les Loble. All in favor. Motion carried. The committee will consist of Carol Collins, Les Loble and Leslie Fregien will provide administrative support. Les Loble made a motion to authorize \$30,000.00 for election campaign. Second by Carol Collins. All in favor. Motion carried.
 - e) **Leslie Fregien – Administrative Officer** – 6 months probationary review. Motion by Carol Collins to offer Leslie Fregien a permanent position. Second by Les Loble. All in favor. Motion carried. Next ensued a discussion of salary amount. Carol Collins made a motion to raise Leslie Fregien's wages to \$20.00 per hour, retroactive to September 7, 2006. Second by Les Loble. All in favor. Motion carried. The next review for the Administrative Officer will be in 6 months, the one year review, March 2007. Will discuss possible per diem/mileage reimbursement for travel expenses at the next meeting in October.

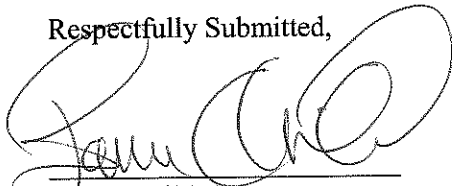
- f) **Amendment to Resolution NO. 2006-01R.** Lance Child made a motion to approve the Amendment to Resolution No. 2006-01. Second by Carol Collins. All in favor. Motion carried. All Board Members signed the Amendment.
- g) **August 23, 2006 - Open Meeting Minutes** – Les Loble made a motion to approve the minutes, as amended. Second by Lance Child. All in favor. Motion carried.

3) Old Business

- a) **Financials** – Motion by Lance Child to approve the financial reports. Second by Les Loble. All in favor. Motion carried.

Chairperson, Al Malinowski, adjourned meeting at 1:15 pm.

Respectfully Submitted,



Lance Child, Secretary

MINUTES OF THE BIG SKY RESORT AREA DISTRICT OPEN BOARD MEETING

October 11, 2006

Present: Al Malinowski, Chairperson
Carol Collins, Vice Chairperson
Les Loble, Director
Rena Schumacher, Director
Lance Child, Secretary/Treasurer
Leslie Fregien, Administrator

Chairperson, Al Malinowski, called the meeting to order at 11:04 am

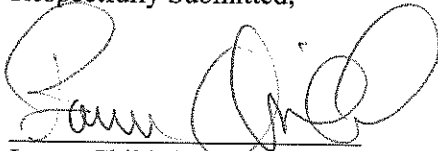
- 1) **Public Comment:** None
- 2) **September 13, 2006 – Open meeting Minutes – Les Loble made a motion to approve the minutes as amended. Second by Lance Child. All in favor, motion carried.**
- 3) **New Business**
 - a) **Blue Water Task Force – Katie Alvin** – Katie Alvin appeared before the Board to request the use of 2005-2006 funds that they had not used. Katie explained that she was under the impression that she had until July 30, 2006 to request the funds and found out when she submitted her Request For Payment that the deadline for submitting a request had already passed. Carol Collins made a motion to approve the request. Second by Rena Schumacher. All in favor. Motion carried.
 - b) **Big Sky Ski Education Foundation – Jeff McDonald** – Jeff McDonald appeared before the Board to request the use of left over 2006-2007 funds to purchase radios. Jeff explained that they ended up getting a better deal on the equipment that they purchased and there was \$1073.30. The Board did not approve this request because radios were not requested in the application.
 - c) **Big Sky Search and Rescue** – Tom Reeves appeared before the Board to request a line item change on their allocation. Les Loble made a motion to approve the request. Second by Rena Schumacher. All in favor. Motion carried.
 - d) **Clarification of BSOA park purchase funds** – At the time allocations were approved it was not clear that funds previously set aside (\$350,000.00) for the Big Sky Owners Association were to be used. The Board clarified that the \$350,000.00 was to be rolled over into fiscal year allocations for 2006-2007 and were intended for the purchase of park land.
 - e) **Investments** – Les Loble made a motion to appoint Al Malinowski and Lance Child as a two member committee to investigate the investment issues and to come back to the Board with their recommendations. Second by Rena Schumacher. All in favor. Motion carried.
 - f) **Motion to remove Jim Muscat from the BSRAD account at American Bank and add Les Loble and Leslie Fregien.** Motion by Carol Collins to remove Jim Muscat from the BSRAD account at American Bank and add Les Loble and Leslie Fregien. Second by Lance Child. All in favor. Motion carried.

3) Old Business

- a) **General Election – District Extension** – The Board discussed election strategy. Leslie Fregien is working on having an Election page put on the current website and to provide the Board with a list of allocation recipients for them to contact. Al Malinowski informed the Board members of a Candidate Reception that BSRAD was invited to participate in. Les Loble agreed to appear on behalf of BSRAD.
- b) The Board asked the Administrative Officer if she had obtained medical insurance. Renae Schumacher suggested contacting Central Insurance. The Board agreed.
- c) **Financials** – Lance Child requested the Profit & Loss Budget vs. Actual Report have a date through the end of the previous month. Motion by Renae Schumacher to approve the financial reports. Second by Carol Collins. All in favor. Motion carried.

Chairperson, Al Malinowski, adjourned meeting at 12:20 pm.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Lance Child", written over a horizontal line.

Lance Child, Secretary

MINUTES OF THE BIG SKY RESORT AREA DISTRICT OPEN BOARD MEETING
November 15, 2006

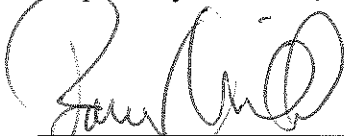
Present: Al Malinowski, Chairperson
Carol Collins, Vice Chairperson
Les Loble, Director
Rena Schumacher, Director
Leslie Fregien, Administrator

Chairperson, Al Malinowski, called the meeting to order at 11:10 am

- 1) **Public Comment:** Jason Revisky says "We're Awesome!"
- 2) **October 11, 2006 – Open meeting Minutes** – Les Loble made a motion to approve the minutes as amended. Second by Rena Schumacher. All in favor, motion carried.
- 3) **New Business**
 - a) **Gallatin Canyon Rural Fire District – Jason Revisky** – Jason Revisky appeared before the Board to request an allocation line item modification. Jason explained that there have been an extreme amount of vehicle accidents and they are in need of another set of vehicle extrication and rescue tools. Jason would like to take \$10,000 from Application "Item F" - Emergency Information Signs and move it to Application "Item B" – Vehicle Extrication and Rescue Tools. Motion to approve moving required amount of funds (\$10,000) from "Item F" to "Item B" by Rena Schumacher. Second by Les Loble. All in favor. Motion carried.
 - b) **BSRAD Extension Election Results** – The Board discussed the election results. Gallatin County reported 536 Yes and 161 No. Madison County reported 31 Yes and 19 No. The Board discussed the importance of using the opportunity to stay in the forefront now and taking the opportunity to reach out to the public. The Board discussed creating a brochure that can be distributed possibly through the Big Sky Chamber of Commerce and the Big Sky Water & Sewer mailings.
 - c) **BSRAD Audit for FY 2005-2006** – The Board agreed to table discussing the audit until they have enough time to go through the audit.
 - d) **Other** – Carol Collins inquired of Al Malinowski when he and Lance Child would have the financial analysis done. Al informed the Board that they would have recommendations by the next meeting.
- 3) **Old Business**
 - 4) **Financial Reports** - Motion to approve the Financial Reports by Les Loble. Second by Rena Schumacher. All in favor. Motion carried.

Chairperson, Al Malinowski, adjourned meeting at 12:20 pm.

Respectfully Submitted,



Lance Child, Secretary

MINUTES OF THE BIG SKY RESORT AREA DISTRICT OPEN BOARD MEETING

December 13, 2006

Present: Al Malinowski, Chairperson
Carol Collins, Vice Chairperson
Lance Child, Secretary/Treasurer
Les Loble, Director
Renae Schumacher, Director
Leslie Fregien, Administrator
Mona Jamison, BSRAD Attorney

Chairperson, Al Malinowski, called the meeting to order at 11:00 am

- 1) **Public Comment:** None
- 2) **November 15, 2006 – Open meeting Minutes** – Renae Schumacher made a motion to approve the minutes. Second by Carol Collins. All in favor, motion carried.
- 3) **New Business**
 - a) **Big Sky Owners Association – Mary Jane McGarity** – Mary Jane McGarity gave the Board an update on the park land purchase and she also explained that there were some costs that were reimbursed by the seller and she wanted to know how the Board wanted her to handle paying those funds back to BSRAD. Mary Jane McGarity will submit a final request for allocation funds in the amount of \$1,197.90 and will reimburse BSRAD for \$4,873.12, and will apply for prior park transaction costs in the next fiscal year, (\$4,057.46).
 - b) **Big Sky Chamber Infrastructure Group – Kate Ketschek** – Kate Ketschek and Steve Johnson met with the Board and BSRAD Attorney, Mona Jamison to discuss the ramifications, etc., of incorporating Big Sky. There was a lengthy discussion about legalities. Carol Collins suggested a Board sub-committee be formed to meet with the infrastructure group. Carol Collins and Lance Child will be on the sub-committee and will meet with the infrastructure group on Thursday, December 21, 2006 at 5:30.
 - c) **BSRAD-Election of Officer** – Lance Child made a motion to keep Al Malinowski as Chairperson. Second by Carol Collins. All in favor. Motion carried. Lance Child made a motion to keep Carol Collins as the Vice-Chairperson. Second by Renae Schumacher. All in favor. Motion carried. Lance Child made a motion to nominate Les Loble and Secretary/Treasurer. Second by Renae Schumacher. All in favor. Motion carried.
- 3) **Old Business**

Al Malinowski informed the Board that Rosie Brandt, auditor from Holmes & Turner, will be at the next meeting to present the 2005-2006 fiscal year audit.

Al Malinowski also informed the Board that he and Lance will have the Cash Management Committee recommendations at the next meeting.
- 4) **Financial Reports** - Motion to approve the Financial Reports by Lance Child. Second by Les Loble. All in favor.

5) Other

Mona Jamison asked the Board if they still wanted her to lobby. When asked by Al Malinowski what her fee would be she replied that it would be a flat fee of \$15,000. Les Loble made a motion to hire Mona Jamison for lobbying. Second by Lance Child. All in favor. Motion carried. Al Malinowski and Carol Collins will be Mona Jamison's primary contacts when lobbying.

Chairperson, Al Malinowski, adjourned meeting at 1:05 pm.

Respectfully Submitted,

A handwritten signature in cursive script, appearing to read "Lance Child", written in black ink. The signature is fluid and somewhat stylized, with a large initial "L" and "C".

Lance Child, Secretary