The regular scheduled meeting of the Lakes Highway District Board of Commissioners was called to order by Chairman Twete at 5:30 p.m. on March 16, 2026 at the District Office, 17783 N. Pope Road, Hayden, Idaho 83835. Those in attendance were Commissioners Twete, Adams, Montgomery, Director Shanley, and District Clerk Hendry. Rusty Leahy of David Evans and Associates attended regarding Item 7a. Judy Giordanetto, Brooks and Nancy Spencer. Stephen and Mary Buckner, Nancy Reish and Don Hudson attended for public comment. Donna Montgomery and Jeff Leeson observed.

Chairman Twete called the meeting to order and led the Pledge of Allegiance.

Chairman Twete asked if any Board member has a conflict of interest with any item on the agenda? Commissioner Twete no, Commissioner Adams no and Commissioner Montgomery no. Has anyone had any oral or written communication with an applicant, or anyone opposing an application? Commissioner Twete no, Commissioner Adams no and Commissioner Montgomery no. Has anyone visited a site that is on the agenda for a Board decision regarding an application related to the site? Commissioner Twete no, Commissioner Adams no and Commissioner Montgomery no.

Item 3 – Commissioner Montgomery moved to approve the March 16, 2026 agenda as presented. Commissioner Adams seconded the motion, which carried unanimously.

Item 4 – Public Comment – Chairman Twete asked if there was any public comment. Nancy Spencer, Judy Giordanetto, Nancy Reish, Brooks Spencer and Mary Buckner spoke regarding the Hayden Lake Marina Expansion.

Item 5 – Commissioner Adams moved to approve March 16, 2026 Consent Agenda as presented to include the February 2, 2026 Meeting Minutes, January 2026 Financial Worksheets, February 2026 Financial Worksheets and the State Insurance Fund/Workman's Comp 2026 Renewal. Commissioner Montgomery seconded the motion, which carried unanimously.

Current Business

Item 6a – Consider Piggyback Asphalt Oil Bids. Director Shanley presented the piggyback quote received by the District for liquid oil to the Board for review. (2025: CRS-2P - $570/ton & Fog Oil - $419/ton). Upon deliberations, Commissioner Montgomery moved to accept the Piggyback quote as presented. Commissioner Adams seconded the motion, which carried unanimously.

Item 6b – Award Chip Quotes. Director Shanley presented the bid tab for the 2026 Chip Quotes to the Board for review. After review and deliberations, Commissioner Montgomery moved to award Interstate Concrete and Asphalt in the amount of $22/ton for an estimated 5,000 tons of chips totaling $110,000.00. (2025: $19.75/ton). Upon review and deliberations, Commissioner Adams seconded the motion, which carried unanimously.

Item 6c – Audit Preparation Consulting Services. Director Shanley presented the agreement with Shay Consulting, LLC to the Board for review. Upon review and deliberations, Commissioner Adams moved to accept the agreement for audit consulting services as presented. Commissioner Montgomery seconded the motion, which carried unanimously.

Item 6d – Admin Building Maintenance. Director Shanley presented an estimate for exterior painting to the Board for review. Upon deliberations, Commissioner Adams moved to accept the estimate from TKS Painting, LLC as presented. Commissioner Montgomery seconded the motion, which carried unanimously.

Item 6e – FAM26-0004, Horvath Family Division. Director Shanley presented this family subdivision to the Board for review. Upon deliberations, Commissioner Montgomery moved to accept FAM26-0004, Horvath Family Division. Commissioner Adams seconded the motion, which carried unanimously.

Item 6f – MIN26-0006, Latitude 47. Director Shanley presented this two-lot minor subdivision located off Brunner Road to the Board for review. Upon deliberations, Commissioner Montgomery moved to authorize District Staff to submit a letter of comment to the County. Commissioner Adams seconded the motion, which carried unanimously.

Item 6g – MIN26-0007, Liddle Acres. Director Shanley presented this two-lot minor subdivision located off Sheep Springs Road to the Board for review. Upon deliberations, Commissioner Adams moved to authorize District Staff to submit a letter of comment to the County. Commissioner Montgomery seconded the motion, which carried unanimously.

Item 6h – VAR25-0018, Nipper Front Yard Variance. Director Shanley presented this Variance Request located off Summit Drive to the Board for review. Upon deliberations, Commissioner Montgomery moved to authorize District staff to submit a letter of comment to the County. Commissioner Adams seconded the motion, which carried unanimously.

Item 6i – ZON26-0001, North Hayden Storage Rezone. Director Shanley presented this Zone Change Request located off Old Hwy 95 to the Board for review. Upon deliberations, Commissioner Adams moved to authorize District staff to submit a letter of comment to the County. Commissioner Montgomery seconded the motion, which carried unanimously.

Item 6j – SB 1287 Written Testimony. Director Shanley discussed the written testimony provided by Susan Weeks regarding Senate Bill 1287. As this item was informational only, no motion was made.

Old Business

Item 7a – Brunner/BNSF Grade Separation Project. Rusty Leahy of David Evans presented a status update and considerable alternatives for this project to the Board. The presentation provided an update on the Brunner Road/BNSF Rail Crossing project, a long-planned effort first identified in 2004 to address congestion, safety concerns, and frequent train traffic near Silverwood that cause delays and near-miss incidents. After years of limited progress, the project has gained momentum with approximately $14.4 million in grant funding secured and a preferred alternative selected, featuring a bridge over the railroad tracks with a roundabout, refined to improve alignment, reduce right-of-way impacts to three properties, and manage costs estimated at about $16.4 million. The project is entering preliminary design in 2026, with final design and approvals through 2027 and construction anticipated in 2028–2029, while continuing coordination with BNSF and the Federal Railroad Administration, addressing additional environmental requirements, and pursuing funding that covers up to 80% of costs, positioning the project to move forward pending board concurrence. The Board was happy with the direction and the status update provided by Rusty Leahy. As this was informational only, no motion was made.

Item 8 - Executive Session. Commissioner Montgomery moved to enter into executive session at 6:15 p.m. under Idaho Code§ 74-206(1), (a), (b). Commissioner Adams seconded the motion. Clerk Hendry called the roll as follows: Commissioner Twete aye, Commissioner Adams aye and Commissioner Montgomery aye, the motion carried unanimously.

The Board reconvened at 6:46 p.m. and the following motion was made. Commissioner Montgomery moved to allow Director Shanley to make PTO adjustments to the (4) four employees as discussed in Executive Session. Commissioner Adams seconded the motion, which carried unanimously.

As there was no further business, Chairman Twete adjourned the meeting at 6:46 p.m.

Respectfully Submitted:
Aliesha Hendry
District Clerk/Board Secretary

Approved:
Rodney A. Twete
Chairman