it not get paid until this is done. In regard to potential pay-back liability, Mr. Thiele stated that the proposed contract contians a provision that the contractor will assume the ultimate liability for that, including the expense of defending a claim for pay-back liability. There has not been a provision included in the contract for commercial sureties or individual sureties on the basis of an assurance from Mr. Desler that Catholic Family and Childrens' Services is a Non-Profit Corporation which will have an indefinite life and that they in fact do own large amounts of valuable realty. The Grant Application and Grant Award will have to be attached to the Contract when approved and clearly labled as an exhibit, becasue it is referenced as part of the Contract. In response to the Proposed Contract as drafted by Mr. Thiele, Mr. Dangelmair stated he did not have any complaints or exceptions to the proposals indicated in the Contract, but did note that since the Contract is between Island County and the Agency, it should be the Chairman of the Board of Directors of that Agency, who should sign the Contract. Mr. Danglemair confirmed that he would take the Contract and submit it to the Board of Directors. The Board scheduled the matter to come up before the Board again on Tuesday, February 22, 1977 at 3:30 p.m.

GROUP HOME FOR DELINQUENT ADOLESCENT BOYS IN ISLAND COUNTY

In regard to Audit Folio #76-121, LJPO Grant #1510 entitled, "Group Home for Delinquent Adolescent Boys in Island County", Mr. Danglemair submitted a copy of a letter received from Saul Arrington, Administrator, Law and Justice Planning Office dated February 4, 1977 reading as follows:

> "Your letter of January 12, 1977 requesting waiver of the $972.02 payback on the referenced grant has been reviewed and the waiver is approved. The information transmitted by that letter together with the documentation previously submitted was taken into consideration in reaching that decision.
>
> This action is taken since the errors noted in the audit report were procedural in nature. There is no evidence of misappropriation or intentional diversion of LEAA or State of Washington funds. Also, you have assured that conditions which precipitated these errors have been corrected.
>
> The audit findings are now considered closed. This letter, the audit report and copies of all supporting documentation should be filed with the official project records and retained for a period of three years.
>
> We are pleased to have been of assistance to Island County with this grant."

The above-quoted letter was addressed to Delmon L. Anderson as Chairman of the Board and addressed Oak Harbor rather than Coupeville; the original letter has not yet been received by the Board.

There being no further business appearing before the Board at this time, the meeting adjourned at 3:07 p.m., to meet in Regular Session 14 February 1977.

BOARD OF COUNTY COMMISSIONERS
ISLAND COUNTY, WASHINGTON

R. W. CHRISTIANSEN, CHAIRMAN

LOU A. ROMEO, MEMBER

ATTEST:

E. DUANE KEMP, ISLAND COUNTY AUDITOR
& EX-OFFICIO CLERK OF THE BOARD

* *

14 FEBRUARY 1977

The Board of Island County Commissioners met in Regular Session 14 February 1977 at 10:00 a.m. in the Island County Courthouse Annex Hearing Room, with Commissioners Christiansen, Anderson and Romeo present.

BOARD OF ISLAND COUNTY COMMISSIONERS

MEETING OF 14 FEB 77

AGENDA

~~10:00~~ Engineer's Report

~~10:00~~ PUBLIC HEARING Ordinance No. R-2-77 Speed Limit Waterloo Road

11:45 Prosecuting Attorney (CANCELLED)

~~1:30~~ Planning Director's Report

~~2:00~~ Zone Change Application Rural to Residential Danard Custom Homes

~~2:30~~ Zone Change Application Rural to Commercial Simonian

~~2:50~~ PUBLIC HEARING Receipt of Bids Cargo Van Assessor

3:00 Chairman's File of Unfinished and Pending Business

E. Duane Kemp
Island County Auditor &
Clerk of the Board