LEASE AGREEMENT – BETWEEN THE PORT OF COUPEVILLE AND MUTINY BAY ENTERPRISES, LTD., DBA WHIDBEY ISLAND ALPACAS

Mr. Oakes asked that the Board send a letter to the Port of Coupeville with regard to a lease of approximately 10 acres at the Greenbank Farms to graze alpacas for three years, as follows:

> "This is to advise you that in reference to the Lease Agreement between the Port of Coupeville and Mutiny Bay Enterprises, Ltd., dba Whidbey Island Alpacas, a Washington corporation (signed by Whidbey Island Alpacas on August 1, 2002 and signed by the Port of Coupeville on August 5, 2002), for the grazing of alpacas, the County has reviewed the lease and approves the lease despite the inclusion of an option that would have the effect of extending the lease for more than three years. The County does not intend to exercise its right under Section 2.15 of the Executory Conditional Sale Contract of September 15, 1997 to declare the entire remaining balance of the Purchase Price immediately due and payable when the Port executes the lease to Whidbey Island Alpacas, and the County waives its right to do so. This waiver shall not extinguish or diminish the County's rights under Section 2.15 with respect to any other transfer that the Port may make at a future time. The Board hereby approves said lease, which has been signed and dated August 1, 2002 and August 5, 2002 respectively."

Bond counsel has been contacted and indicated there would be no adverse tax consequences to the Port's leasing out of the 10 acres of Greenbank Farm.

By unanimous motion the Board approved and signed the letter to the Port of Coupeville with regard to the Greenbank Farm, Seller's Option Regarding Section 2.15, Transfer of Buyer's Interest.

CENTENNIAL CLEAN WATER FUND GRANT AGREEMENT BETWEEN ISLAND COUNTY AND STATE DEPARTMENT OF ECOLOGY #G0300038 FOR CAMANO WATERSHED PROGRAM - [PW0220-65]

Centennial Clean Water Fund Grant Agreement #G0300038 [#PW0220-65] between Island County and the Washington State Department of Ecology for Camano Watershed Program was presented for the Board's approval. The Agreement was the topic for review and discussion with the Board during a recent staff session.

As far as concerns about whether or not adequate funds are allocated under Task 3, Water Quality Monitoring and follow-up, staff indicated that the money was for the purpose of getting a team out to do the initial assessment, analyze results, and one follow-up. There is no implementation under this particular grant. Initial sampling is for a year; seasonability has been taken into account. Any significant differences between initial and follow-up samplings to any varying degree will have to be dealt with at the time it comes up, and if radically different, would also indicate the need for additional follow up and could be the basis for an additional grant.

By unanimous motion, the Board approved Centennial Clean Water Fund Grant Agreement #G0300038 [#PW0220-65] between Island County and the Washington State Department of Ecology for Camano Watershed Program.

There being no further business to come before the Board, the meeting adjourned at 2:30 p.m. A Special Session has been scheduled for August 28, 2002, for the purpose of a Joint Council of Governments meeting. Island County offices will be closed Monday, September 2, 2002, to observe Labor Day. The next regular meeting of the Board will be on September 9, 2002, beginning at 9:30 a.m.

BOARD OF CO. COMMISSIONERS EST ISLAND COUNTY 1853 WASHINGTON

BOARD OF COUNTY COMMISSIONERS
ISLAND COUNTY, WASHINGTON

Mike Shelton, Chairman

Wm. L. McDowell, Member

William F. Thorn, Member

ATTEST: Elaine Marlow
Elaine Marlow, Clerk of the Board

The Board of Island County Commissioners met in Special Session on Wednesday, August 28, 2002, at 11:00 a.m. in the Island County Courthouse Administration Building, Conference Room #116, 1 N. E. 7th Street, Coupeville, Wa. The purpose of calling the special session was to allow the County Commissioners to participate in a joint Council of Governments meeting with Elected Officials from Island County, City of Oak Harbor, City of Langley, Town of Coupeville, and Port Districts.

Attendance:

County Commissioners: Mike Shelton, Chairman; Wm. L. McDowell, Member (William F. Thorn, Member, absent)

Elected Officials: Nancy Conard, Mayor, Town of Coupeville; Patricia Cohen, Mayor, City of Oak Harbor; and Lloyd Furman, Mayor, City of Langley

Participants discussed remaining items of concern with regard to proposed draft Articles of Association for Council of Governments. The draft will now be taken back to the Town and Cities legal counsel for review. Finalization and adoption will hopefully take place at a meeting in the near future.

Meeting adjourned at 11:30 a.m.

BOARD OF COUNTY COMMISSIONERS
ISLAND COUNTY, WASHINGTON

Mike Shelton, Chairman

Wm. L. McDowell, Member

[absent: William F. Thorn, Member]

BOARD OF CO. COMMISSIONERS EST ISLAND COUNTY 1853 WASHINGTON

ATTEST:
Elaine Marlow, Clerk of the Board