

QLife Network

QualityLife Intergovernmental Agency

AGENDA

| |
|------------------------------------|
| QLife Regular Board Meeting |
|------------------------------------|

Tuesday March 25, 2008
The Dalles City Hall, 313 Court Street
2nd Floor Conference Room
5:30 pm

1. Call to Order
2. Roll Call
3. Approval of Agenda
4. Approval of February 26, 2008 Minutes QLife Regular Board Meeting
5. Financial Reports
 - a. Feb Financial Reports
 - b. List of Disbursements since Last Meeting
6. Action Items
 - a. Adoption of Financial Priorities for Fiscal Year 2008-09
7. Reports
 - a. Fire update
 - b. Aristo Management Report – John Amery
8. Next Meeting Dates:
Regular Board Meeting: April 22, 2008 approximately 6:30 pm directly following Budget Meeting.
9. Adjourn

QLife Network

QualityLife Intergovernmental Agency

Minutes

QLife Regular Board Meeting

Tuesday February 26, 2008
The Dalles City Hall, 313 Court Street
2nd Floor Conference Room
6:30 pm

Call to Order

President Dan Ericksen called the meeting to order at 6:40pm

Roll Call

In attendance: Bill Lennox, Jim Broehl, Rob Kovacich, John Amery, Keith Mobley, Nolan Young, Izetta Grossman
Absent: Erick Larson

Approval of Agenda

It was moved by Lennox and seconded by Broehl to approve the agenda as submitted. The motion carried unanimously, 1 absent.

Approval of January 22, 2008 Minutes QLife Regular Board Meeting

It was moved by Lennox and seconded by Broehl to approve the minutes of the January 22, 2008 meeting as submitted. The motion carried unanimously, 1 absent.

Financial Reports

- a. Jan Financial Reports
 - b. List of Disbursements since Last Meeting
- There were no questions regarding these reports.

Reports

- a. Big Eddy Project 02 Construction – no new news
- b. Fire update – Keith Mobley handed out the eye witness account that the railroad requested. Mobley recommends that he put the railroad on notice that this has been going on long enough (a year in June) and if they don't reimburse QLife for the loss he will file a complaint in 10 days.
- c. Aristo Management Report – John Amery reports no issues, things are growing and moving along smoothly.

Next Meeting Dates:


Regular Board Meeting: March 25, 2008 5:30 pm

Adjourn

Being no further business the meeting was adjourned at 6:55pm

Submitted by/
Izetta Grossman
Recording secretary

SIGNED:



Erick Larson. Secretary

TO: Qlife Board
Nolan Young, City Manager

FR: Kate Mast, Finance Director

RE: Financial Report for QLIFE – **February 29, 2008**

BANKING:

QLife monies are deposited into a separate bank account. As the minimum balance is below the required amount for interest earnings we receive no revenue from this checking account.

The information below is a comparison of budget to actual revenues and expenditures for February 2008 by fund. This information is not audited, but is reviewed by the Finance Department for clarity and budget compliance.

67% of the year has passed.

Each fund narrative has four possible paragraphs; 1-is the beginning balance (calculated), 2-is new revenues, 3-is expenditures and 4-if present is budget changes.

Operations (600):

BUDGET COMPARISONS

| | <u>July 1, 2007 to February 29, 2008</u> | | |
|-------------------|--|------------|------------|
| | Budget | Actual | Percentage |
| Beginning Balance | \$ 78,314 | \$ 65,300 | 83.4% |
| Revenues | \$ 387,812 | \$ 210,251 | 54.2% |
| Expenditures | \$ 466,126 | \$ 232,697 | 49.9% |
| Cash at Month End | | \$8,013.35 | |

Exceptions:

- 1) **Beginning Balance:** The audited beginning balance of \$65,300 is 13,014 less than the estimate for this fiscal year.
- 2) **Revenues:**
 - a. The monthly LSN Credit amount has increased by \$976 due to a new customer. The monthly billing average for LSN Credit for July through December is \$5,004, and at this rate should exceed the FY07/08 budgeted estimate by \$5,496 for the year. No LSN Credit payments were received in January or February 2008.
 - b. The monthly billing average for the FY07/08 is \$22,598. We excluded the LSN Credits in this calculation. User fees revenue is currently 66.8% of budget.
- 3) **Expenditures:**
 - a. Total transfers from the operating fund (600) to the capital fund (601) is at 70.5% for the year. This is slightly ahead of schedule because larger transfers were made in December in order to cover the debt service payments. A transfer was not made in February because transfers were already ahead of schedule and such a transfer would have put fund 600 into a cash deficit.

- b. The 'Training & Conferences' line item shows that it is over-expended by \$6,375. We have determined that \$1,175 of the costs coded to that line item should have been posted to the 'Travel, Food & Lodging' line item. This error will be corrected in March. This correction will put the status of the 'Training & Conferences' line item at \$5,200 over budget.
- 4) Budget Changes: Resolution No. 2007-01 (11/06/07), adopted a supplemental budget that made the following changes:
- ✓ increased the Beginning Balance by \$27,314
 - ✓ added \$5,000 to Contractual Services line item
 - ✓ added \$8,000 to Travel, Food & Lodging line item
 - ✓ added \$14,314 to Transfers Out to the QLife Capital Fund line item

CAPITAL (601):

BUDGET COMPARISONS

| | <u>July 1, 2007 to February 29, 2008</u> | | |
|-------------------|--|--------------|------------|
| | Budget | Actual | Percentage |
| Beginning Balance | \$ 19,433 | \$ 24,418 | 125.7% |
| Revenues | \$ 296,845 | \$ 226,899 | 76.4% |
| Expenditures | \$ 316,278 | \$ 169,695 | 53.6% |
| Cash at Month End | | \$ 81,465.15 | |

Exceptions:

- 1) Beginning Balance: The audited beginning balance of \$24,418 is now \$4,985 more than the estimate for FY07/08. We do have reimbursements outstanding of about \$14,000 in fire damage and \$14,093 for Project 02 redundancy that we hope to collect this year.
- 2) Revenues: \$6,068 of the revenue is a connection cost for a new customer. The large cash amount in this fund is because we received the \$50,000 E-Zone payment in February, but will not have made the \$50,000 payment on the Columbia River Bank loan until March.
- 3) Expenditures: Expenditures include \$4,986 in secondary lines for connection of a new customer.
- 4) Budget Changes: Resolution No. 2007-01 (11/06/07), adopted a supplemental budget that made the following changes:
- ✓ increased the Beginning Balance by \$9,686
 - ✓ increased the Transfers In from the Capital Fund by \$14,314
 - ✓ added \$24,000 to the Columbia River Bank – Principal Payment line item

City of The Dalles

FUND 600 QUALITYLIFE AGENCY FUND
 ACCOUNT DESCRIPTION

| ACCOUNT | DESCRIPTION | ***** ESTIMATED | CURRENT ACTUAL | ***** %REV | ***** ESTIMATED | YEAR-TO-DATE ACTUAL | ***** %REV | ***** ESTIMATE | UNREALIZED BALANCE |
|-----------|---------------------------|--------------------|-------------------|---------------|--------------------|------------------------|---------------|-------------------|-----------------------|
| 300 | BEGINNING BALANCE | | | | | | | | |
| 300 00 00 | | 7,664 | .00 | | 47,656 | 65,300.00 | 137 | 78,314 | 13,014.00 |
| 300 ** | | 7,664 | .00 | | 47,656 | 65,300.00 | 137 | 78,314 | 13,014.00 |
| 300 *** | | 7,664 | .00 | | 47,656 | 65,300.00 | 137 | 78,314 | 13,014.00 |
| 330 | INTERGOVERNMENTAL REVENUE | | | | | | | | |
| 331 | FEDERAL REVENUES | | | | | | | | |
| 331 90 00 | FEDERAL GRANTS-MISC | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 331 ** | FEDERAL REVENUES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 334 | STATE GRANTS | | | | | | | | |
| 334 90 00 | STATE GRANTS, OTHER | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 334 ** | STATE GRANTS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 337 | LOCAL GOVERNMENT REVENUES | | | | | | | | |
| 337 90 00 | LOCAL GOVT REV-PARTNERS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 337 ** | LOCAL GOVERNMENT REVENUES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 330 *** | INTERGOVERNMENTAL REVENUE | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 340 | CHARGES FOR SERVICES | | | | | | | | |
| 341 | GENERAL GOVERNMENT | | | | | | | | |
| 341 80 00 | COPIES, PLANS, ORD'S ETC | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 341 90 00 | MISC SALES AND SERVICES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 341 ** | GENERAL GOVERNMENT | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 344 | UTILITY SERVICES | | | | | | | | |
| 344 10 00 | UTILITY SERVICE CHARGES | 22,543 | 24,370.00 | 108 | 180,344 | 180,780.00 | 100 | 270,510 | 89,730.00 |
| 344 15 00 | LSN CREDITS | 4,546 | .00 | | 36,368 | 30,024.00 | 83 | 54,552 | 24,528.00 |
| 344 20 00 | CONNECT CHARGES | 188 | 450.00 | 239 | 1,504 | 2,250.00 | 150 | 2,250 | .00 |
| 344 90 00 | DELINQUENT ACCT INTEREST | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 344 ** | UTILITY SERVICES | 27,277 | 24,820.00 | 91 | 218,216 | 213,054.00 | 98 | 327,312 | 114,258.00 |
| 345 | OTHER LINE CHARGES | | | | | | | | |
| 345 10 00 | SENIOR RATE ASSISTANCE | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 345 20 00 | UNCOLLECTIBLE ACCOUNTS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 345 30 00 | NOANet DISCOUNT FEES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 345 40 00 | NOANet CHARGES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 345 ** | OTHER LINE CHARGES | 0 | .00 | | 0 | .00 | | 0 | .00 |

City of The Dalles

| ACCOUNT | DESCRIPTION | ***** ESTIMATED | CURRENT ACTUAL | ***** %REV | ***** ESTIMATED | YEAR-TO-DATE ACTUAL | ***** %REV | ANNUAL ESTIMATE | UNREALIZED BALANCE |
|------------|-------------------------|--------------------|-------------------|---------------|--------------------|------------------------|---------------|--------------------|-----------------------|
| FUND 600 | QUALITYLIFE AGENCY FUND | | | | | | | | |
| ACCOUNT | | | | | | | | | |
| 340 | CHARGES FOR SERVICES | 27,277 | 24,820.00 | 91 | 218,216 | 213,054.00 | 98 | 327,312 | 114,258.00 |
| 345 | OTHER LINE CHARGES | | | | | | | | |
| 340 | CHARGES FOR SERVICES | | | | | | | | |
| 360 | OTHER REVENUES | | | | | | | | |
| 361 | INTEREST REVENUES | 42 | .00 | | 336 | .00 | | 500 | 500.00 |
| 361 | INTEREST REVENUES | 42 | .00 | | 336 | .00 | | 500 | 500.00 |
| 369 | OTHER MISC REVENUES | | | | | | | | |
| 00 00 | OTHER MISC REVENUES | 0 | .00 | | 0 | 7,460.00- | | 0 | 7,460.00 |
| 20 00 | E-RATE REIMBURSEMENT | 5,000 | 4,656.96 | 93 | 40,000 | 4,656.96 | 12 | 60,000 | 55,343.04 |
| 369 | OTHER MISC REVENUES | 5,000 | 4,656.96 | 93 | 40,000 | 2,803.04- | 7 | 60,000 | 62,803.04 |
| 360 | OTHER REVENUES | 5,042 | 4,656.96 | 92 | 40,336 | 2,803.04- | 7 | 60,500 | 63,303.04 |
| 390 | OTHER FINANCING SOURCES | | | | | | | | |
| 392 | SALE OF FIXED ASSETS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 392 | SALE OF FIXED ASSETS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 390 | OTHER FINANCING SOURCES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| FUND TOTAL | QUALITYLIFE AGENCY FUND | 39,983 | 29,476.96 | 74 | 306,208 | 275,550.96 | 90 | 466,126 | 190,575.04 |

DETAIL BUDGET REPORT BY CATEGORY
 67% OF YEAR LAPSED

| FUND 600 QUALITYLIFE AGENCY FUND | | DEPT/DIV 6000 OLIFE/ | | *****CURRENT***** | | *****YEAR-TO-DATE***** | | ***** | | ANNUAL | | UNENCUMB. | | |
|----------------------------------|---------------------------|----------------------|----------|-------------------|--------|------------------------|------|----------|--------|----------|--------|-----------|--------|--|
| BA ELE OBJ | ACCOUNT | BUDGET | ACTUAL | %EXP | BUDGET | ACTUAL | %EXP | ENCUMBR. | BUDGET | BALANCE | BUDGET | BALANCE | BUDGET | |
| SUB | DESCRIPTION | | | | | | | | | | | | % | |
| | | | | | | | | | | | | | BUDGT | |
| 66 | EXPENSE-ACCOUNT | | | | | | | | | | | | | |
| 660 | FINANCIAL OPERATIONS | | | | | | | | | | | | | |
| 31 | MATERIALS & SERVICES | 1667 | .00 | 0 | 13336 | 5640.61 | 42 | .00 | 20000 | 14359.39 | 28 | 14359.39 | 28 | |
| 15 | COUNTY | 625 | .00 | 0 | 2500 | .00 | 0 | .00 | 5000 | 5000.00 | 0 | 5000.00 | 0 | |
| 20 | OUTSIDE PLANT MAINTENANCE | 1333 | .00 | 0 | 10664 | .00 | 0 | .00 | 16000 | 16000.00 | 0 | 16000.00 | 0 | |
| 90 | OTHER SERVICES | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 32 | AUDIT | 433 | 150.00 | 35- | 3464 | 5040.00 | 146 | .00 | 5200 | 160.00 | 97 | 160.00 | 97 | |
| 20 | LEGAL SERVICES | 600 | 630.00 | 105 | 4800 | 2758.00 | 58 | .00 | 7200 | 442.00 | 38 | 442.00 | 38 | |
| 34 | ENGINEERING SERVICES | 917 | 600.00 | 65 | 7336 | 5060.00 | 69 | .00 | 11000 | 5940.00 | 46 | 5940.00 | 46 | |
| 30 | NETWORK SYSTEM MANAGEMENT | 2700 | 15488.50 | 574 | 21600 | 17488.50 | 81 | .00 | 32400 | 14911.50 | 54 | 14911.50 | 54 | |
| 50 | SPECIAL STUDIES & REPORTS | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 43 | BUILDINGS AND GROUNDS | 167 | 642.65 | 385 | 1336 | 850.26 | 64 | .00 | 2000 | 1149.74 | 43 | 1149.74 | 43 | |
| 25 | NETWORK EQUIPMENT | 83 | .00 | 0 | 664 | 313.16 | 47 | .00 | 1000 | 686.84 | 31 | 686.84 | 31 | |
| 40 | OFFICE EQUIPMENT | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 71 | SPCL UTILITY EQUIPMENT | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 86 | LINES MNTNCE & SUPPLIES | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 87 | UTILITIES LOCATS | 83 | .00 | 0 | 664 | 275.85 | 42 | .00 | 1000 | 724.15 | 28 | 724.15 | 28 | |
| 44 | OFFICE SPACE RENTAL | 140 | .00 | 0 | 1120 | 961.00 | 86 | .00 | 1680 | 719.00 | 57 | 719.00 | 57 | |
| 52 | LIABILITY | 417 | .00 | 0 | 3336 | 5043.00 | 151 | .00 | 5000 | 43.00 | 101 | 43.00 | 101 | |
| 30 | PROPERTY | 23 | .00 | 0 | 184 | .00 | 0 | .00 | 275 | 275.00 | 0 | 275.00 | 0 | |
| 50 | AUTOMOTIVE | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 53 | NOANET CHARGES | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 20 | POSTAGE | 17 | 25.83 | 152 | 136 | 82.30 | 61 | .00 | 200 | 117.70 | 41 | 117.70 | 41 | |
| 30 | TELEPHONE | 54 | 54.05 | 100 | 432 | 437.87 | 101 | .00 | 650 | 212.13 | 67 | 212.13 | 67 | |
| 40 | LEGAL NOTICES | 33 | .00 | 0 | 264 | 23.76 | 9 | .00 | 400 | 376.24 | 6 | 376.24 | 6 | |
| 60 | PUBLIC EDUCATION/INFO | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 54 | ADVERTISING | 83 | .00 | 0 | 664 | 15.84 | 2 | .00 | 1000 | 984.16 | 2 | 984.16 | 2 | |
| 58 | TRAVEL, FOOD & LODGING | 1083 | 1175.00 | 109 | 4664 | 1230.00 | 26 | .00 | 9000 | 7770.00 | 14 | 7770.00 | 14 | |
| 50 | TRAINING AND CONFERENCES | 33 | 2800.00 | 8485 | 264 | 6775.00 | 2566 | .00 | 400 | 6375.00 | 1694 | 6375.00 | 1694 | |
| 70 | MEMBERSHIPS/DUES/SUBSCRIP | 25 | 100.00 | 400 | 200 | 150.00 | 75 | .00 | 300 | 150.00 | 50 | 150.00 | 50 | |
| 60 | OFFICE SUPPLIES | 42 | .00 | 0 | 336 | 6.99 | 2 | .00 | 500 | 493.01 | 1 | 493.01 | 1 | |
| 85 | SPECIAL DEPT SUPPLIES | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 69 | MISCELLANEOUS EXPENSES | 42 | .00 | 0 | 336 | 99.95 | 30 | .00 | 500 | 400.05 | 20 | 400.05 | 20 | |
| 60 | POLE CONNECTION FEES | 625 | 5410.44 | 866 | 5000 | 5410.44 | 108 | .00 | 7500 | 2089.56 | 72 | 2089.56 | 72 | |
| 02 ** | MATERIALS & SERVICES | 11225 | 26776.47 | 239 | 83300 | 57662.53 | 69 | .00 | 128205 | 70542.47 | 45 | 70542.47 | 45 | |
| 03 | CAPITAL OUTLAY | | | | | | | | | | | | | |
| 74 | TELECOMMUNICATIONS EQUIP | 1667 | .00 | 0 | 13336 | 7011.35 | 53 | .00 | 20000 | 12988.65 | 35 | 12988.65 | 35 | |
| 78 | FIXED ASSET RECLASS ACCT | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 99 | FUTURE CAPITAL PROJECTS | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 03 ** | CAPITAL OUTLAY | 1667 | .00 | 0 | 13336 | 7011.35 | 53 | .00 | 20000 | 12988.65 | 35 | 12988.65 | 35 | |
| 05 | OTHER | | | | | | | | | | | | | |
| 97 | DEPRECIATION EXPENSE | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 05 ** | OTHER | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | .00 | 0 | |
| 660 ** | FINANCIAL OPERATIONS | 12892 | 26776.47 | 208 | 96636 | 64673.88 | 67 | .00 | 148205 | 83531.12 | 44 | 83531.12 | 44 | |

| FUND 600 QUALITYLIFE AGENCY FUND | | DEPT/DIV 9500 OTHER USES/ | | *****CURRENT***** | | *****YEAR-TO-DATE***** | | *****ENCUMBR.***** | | *****ANNUAL***** | | *****UNENCUMB.***** | | |
|----------------------------------|------|---------------------------|--------------------------|-------------------|-------------|------------------------|-------------|--------------------|-------------|------------------|-------------|---------------------|-------------|----|
| BA FILE | OBJ | BUDGET | ACTUAL | %EXP | BUDGET | ACTUAL | %EXP | ENCUMBR. | BUDGET | BALANCE | BUDGET | BALANCE | BDGT | |
| SUB | SUB | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | DESCRIPTION | |
| 60 | 81 | 91 | QLIFE FUND | | 20458 | .00 | 0 | 156508 | 168023.25 | 107 | .00 | 238345 | 70321.75 | 71 |
| | 83 | 00 | QLIFE CAPITAL FUND | | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 |
| | | | OTHER TRANSFERS | | 5000 | .00 | 0 | 40000 | .00 | 0 | .00 | 60000 | 60000.00 | 0 |
| | | | ESD E-RATE | | 1631 | .00 | 0 | 13048 | .00 | 0 | .00 | 19576 | 19576.00 | 0 |
| | 88 | 00 | CONTINGENCY | | 0 | .00 | 0 | 0 | .00 | 0 | .00 | 0 | .00 | 0 |
| | 89 | 00 | UNAPROPRIATED ENDING BAL | | 27089 | .00 | 0 | 209556 | 168023.25 | 80 | .00 | 317921 | 149897.75 | 53 |
| | 05 | ** | OTHER | | | | | | | | | | | |
| 600 | ** | ** | OTHER USES | | 27089 | .00 | 0 | 209556 | 168023.25 | 80 | .00 | 317921 | 149897.75 | 53 |
| 60 | ** | ** | QLIFE FUND | | 27089 | .00 | 0 | 209556 | 168023.25 | 80 | .00 | 317921 | 149897.75 | 53 |
| DIV | 9500 | TOTAL | ***** | | 27089 | .00 | 0 | 209556 | 168023.25 | 80 | .00 | 317921 | 149897.75 | 53 |
| DEPT | 95 | TOTAL | ***** | | 27089 | .00 | 0 | 209556 | 168023.25 | 80 | .00 | 317921 | 149897.75 | 53 |
| FUND | 600 | TOTAL | ***** | | 39981 | 26776.47 | 67 | 306192 | 232697.13 | 76 | .00 | 466126 | 233428.87 | 50 |

City of The Dalles

| ACCOUNT | DESCRIPTION | ***** ESTIMATED | CURRENT ACTUAL | ***** %REV | ***** ESTIMATED | YEAR-TO-DATE ACTUAL | ***** %REV | ***** ESTIMATE | UNREALIZED BALANCE |
|---------|---------------------------|--------------------|-------------------|---------------|--------------------|------------------------|---------------|-------------------|-----------------------|
| 300 | BEGINNING BALANCE | | | | | | | | |
| 300 | 00 00 | 2,023 | .00 | | 11,340 | 24,418.00 | 215 | 19,433 | 4,985.00- |
| 300 | ** | 2,023 | .00 | | 11,340 | 24,418.00 | 215 | 19,433 | 4,985.00- |
| 300 | *** | 2,023 | .00 | | 11,340 | 24,418.00 | 215 | 19,433 | 4,985.00- |
| 330 | INTERGOVERNMENTAL REVENUE | | | | | | | | |
| 331 | FEDERAL REVENUES | | | | | | | | |
| 90 00 | FEDERAL GRANTS-MISC | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 331 | ** | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 334 | STATE GRANTS | | | | | | | | |
| 11 00 | OREGON INVESTMENT BOARD | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 12 00 | LOWER JOHN DAY PARTNERSHP | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 30 00 | OREGON SPWF | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 90 00 | STATE GRANTS, OTHER | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 334 | ** | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 330 | *** | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 340 | CHARGES FOR SERVICES | | | | | | | | |
| 341 | GENERAL GOVERNMENT | | | | | | | | |
| 80 00 | COPIES, PLANS, ORD'S ETC | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 341 | ** | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 344 | UTILITY SERVICES | | | | | | | | |
| 15 00 | LSN CREDITS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 20 00 | CONNECT CHARGES | 708 | .00 | | 5,664 | 8,875.86 | 157 | 8,500 | 375.86- |
| 344 | ** | 708 | .00 | | 5,664 | 8,875.86 | 157 | 8,500 | 375.86- |
| 340 | *** | 708 | .00 | | 5,664 | 8,875.86 | 157 | 8,500 | 375.86- |
| 360 | OTHER REVENUES | | | | | | | | |
| 361 | INTEREST REVENUES | | | | | | | | |
| 00 00 | INTEREST REVENUES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 361 | ** | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 369 | OTHER MISC REVENUES | | | | | | | | |
| 00 00 | OTHER MISC REVENUES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 10 00 | ENTERPRISE ZONE PAYMENT | 4,167 | 50,000.00 | 1200 | 33,336 | 50,000.00 | 150 | 50,000 | .00 |
| 369 | ** | 4,167 | 50,000.00 | 1200 | 33,336 | 50,000.00 | 150 | 50,000 | .00 |

City of The Dalles

| ACCOUNT | DESCRIPTION | ***** ESTIMATED | CURRENT ACTUAL | ***** %REV | ***** ESTIMATED | YEAR-TO-DATE ACTUAL | ***** %REV | ANNUAL ESTIMATE | UNREALIZED BALANCE |
|----------|--------------------------------|--------------------|-------------------|---------------|--------------------|------------------------|---------------|--------------------|-----------------------|
| FUND 601 | QLIFE CAPITAL FUND | | | | | | | | |
| 360 | OTHER REVENUES | 4,167 | 50,000.00 | 1200 | 33,336 | 50,000.00 | 150 | 50,000 | .00 |
| 369 | OTHER MISC REVENUES | | | | | | | | |
| 360 | *** OTHER REVENUES | | | | | | | | |
| 390 | OTHER FINANCING SOURCES | | | | | | | | |
| 391 | OPERATING TRANSFERS IN | 20,458 | .00 | | 156,508 | 168,023.25 | 107 | 238,345 | 70,321.75 |
| 90 01 | QLIFE OPERATING FUND | | | | | | | | |
| 391 | ** OPERATING TRANSFERS IN | 20,458 | .00 | | 156,508 | 168,023.25 | 107 | 238,345 | 70,321.75 |
| 393 | PROCEEDS- LT LIABILITIES | | | | | | | | |
| 10 00 | LOAN/BOND PROCEEDS | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 393 | ** PROCEEDS- LT LIABILITIES | 0 | .00 | | 0 | .00 | | 0 | .00 |
| 390 | *** OTHER FINANCING SOURCES | 20,458 | .00 | | 156,508 | 168,023.25 | 107 | 238,345 | 70,321.75 |
| | FUND TOTAL Q LIFE CAPITAL FUND | 27,356 | 50,000.00 | 183 | 206,848 | 251,317.11 | 122 | 316,278 | 64,960.89 |

| FUND 601 Q LIFE CAPITAL FUND | | DEPT/DIV 9500 OTHER USES/ | | *****CURRENT***** | | *****YEAR-TO-DATE***** | | *****ENCUMBER***** | | *****UNENCUMBER***** | | |
|------------------------------|------|---------------------------|---------------------------|-------------------|---------|------------------------|--------|--------------------|------|----------------------|-----------|------|
| BA | ELE | OBJ | ACCOUNT | BUDGET | ACTUAL | %EXP | BUDGET | ACTUAL | %EXP | BUDGET | BALANCE | % |
| SUB | SUB | SUB | DESCRIPTION | | | | | | | | | BDGT |
| 660 | 05 | | EXPENSE-ACCOUNT | | | | | | | | | |
| | | | FINANCIAL OPERATIONS | | | | | | | | | |
| | | | OTHER | | | | | | | | | |
| | 88 | 00 | CONTINGENCY | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| | 89 | 00 | UNAPPROPRIATED ENDING BAL | | .00 | 0 | 0 | .00 | 0 | .00 | 0 | 0 |
| | 05 | ** | OTHER | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| 660 | ** | ** | FINANCIAL OPERATIONS | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| 66 | ** | ** | EXPENSE-ACCOUNT | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| DIV | 9500 | TOTAL | ***** | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| DEPT | 95 | TOTAL | ***** | 811 | .00 | 0 | 6488 | .00 | 0 | .00 | 9727 | 0 |
| FUND | 601 | TOTAL | ***** | 27358 | 7244.72 | 27 | 206864 | 169694.76 | 82 | .00 | 316278 | 54 |
| | | | Q LIFE CAPITAL FUND | | | | | | | | 146583.24 | |



QLife Network

QualityLife Intergovernmental Agency

| | | |
|--------------------------|-------------|----|
| INVOICE SUMMARY | 3/20/08 | |
| TOTAL CUSTOMERS INVOICED | | 14 |
| TOTAL AMOUNT INVOICED | \$23,180.00 | |

QLIFE - LISTING OF FINANCIAL TRANSACTIONS

| | | | |
|---------------|------------------------|---------------|-----------|
| FUND: | <u>OPERATING 600</u> | | |
| FISCAL YEAR: | 2007-2008 | | |
| PERIOD DETAIL | FROM: | 2/22/2008 TO: | 3/21/2008 |
| Revenue: | Billed as of | | |
| | QLife Monthly Billings | | 23,180.00 |
| TOTAL: | | | 23,180.00 |
| Expenditures: | | | |
| | Services | | |
| Embarq | Phone | | \$54.05 |
| PUD | Pole Rental | | 5,410.44 |
| Platt | | | 224.99 |
| Platt | | | 412.41 |
| Keith Mobley | legal | | 405.00 |
| TOTAL: | | | 6,506.89 |

| | | | |
|------------------------|-----------------------------------|---------------|-----------|
| FUND: | <u>CAPITAL 601</u> | | |
| FISCAL YEAR: | 2007-2008 | | |
| PERIOD DETAIL | FROM: | 2/22/2008 TO: | 3/21/008 |
| Revenue: | Reimbursement Union Pacific | | 17,550.22 |
| TOTAL: | | | 17,550.22 |
| Expenditures: | | | |
| Columbia River Bank | Commercial Loan/Interest due thru | | 3,561.41 |
| Mt. Hood Econ Alliance | Loan Payment | | 3,683.30 |
| Columbia River Bank | Principal Payment | | 50,000.00 |
| Hage Electric | Collocate | | 2,396.04 |
| NorthSky | NTI | | 1,040.00 |
| TOTAL: | | | 60,680.75 |



NORTHERN
WASCO
COUNTY
PUD

PEOPLE'S UTILITY DISTRICT

** INVOICE **

INVOICE DATE: 2/21/2008
INVOICE NUMBER: A01761
A/R CUSTOMER #: 10385
PAGE: 1

Q LIFE
% CITY OF THE DALLES
PO BOX 1790
THE DALLES, OR 97058

| TERMS | CUST P.O. # | F.O.B | SHIP VIA | ATTENTION |
|----------------------|--|-------------|---------------|----------------|
| N30, 1% OVER 30 DAYS | | | | NOLAN YOUNG |
| PART NUMBER | DESCRIPTION | QTY ORDERED | UNIT PRICE | EXTENDED PRICE |
| | POLE CONTACTS JANUARY 1, 2008 - DECEMBER 31, 2008 | | | |
| | POLE RENTAL - Q LIFE | 532 | 10.17 | 5,410.44 |
| | | | TOTAL INVOICE | 5,410.44 |

APPROVED FOR PAYMENT
ACCT# 600.6000.660.69.60
DATE 2/22/08 BY ny
AMT \$5410.44



25165 1/3

Payment Options & Contact Info

Current Charges At-A-Glance

i Retail Store in Your Area
See Embarq Website

Pay Online
EMBARQ.com/myaccount

Pay by Phone
1-877-813-7604

Customer Service
1-877-436-2277

Repair Service
1-800-788-3600

Internet Address
EMBARQ.com/business

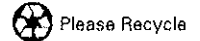
| EMBARQ Services | Total |
|-------------------------------|----------------|
| Local Services - Page 3 | 36.77 |
| Long Distance - Page 3 | 5.00 |
| Taxes and Surcharges - Page 3 | 12.28 |
| Total Current Charges | \$54.05 |

APPROVED FOR PAYMENT
 ACCT# 600.6000.660.53.30
 DATE 2/22/08 BY MM
 AMT 754.05

| Previous Balance | Payments & Adjustments | Balance | Total Current Charges | Total Amount Due |
|------------------|------------------------|---------|-----------------------|------------------|
| 54.05 | -54.05 | .00 | 54.05 | \$54.05 |

Current Charges Due By: 03/09/08
 If received after April 8: \$54.46

46



Please return this portion with payment

Customer Service 1-877-436-2277
 Internet Address EMBARQ.com/business
 Account Number 541-296-2751-715



Due Date: March 9, 2008
 Total Amount Due: \$54.05
 \$54.46 if received after April 8

Amount Enclosed: \$ 54.05

Write your 13-digit account number on check
 Make checks payable to:

Embarq
 PO Box 660068
 Dallas TX 75266-0068



AV 01 060219 53736B214 A**5DGT
 QUALITYLIFE INTERGOVERNMENTAL
 AGENCY
 ATTN: DANIEL W IZZO
 313 COURT ST
 THE DALLES OR 97058-2111



REMIT TO:
 BOX 2858
 PORTLAND, OR 97208-2858

INVOICE # 2784402 -
 INVOICE DATE 2/15/08

093 The Dalles
 (541) 296 - 2523 mgr93@plat

| DATE ORDERED | DATE SHIPPED | SHIPPED VIA | BILL OF LADING | CUSTOMER PO # |
|--------------|--------------|-------------|----------------|---------------|
| 2/07/08 | 2/14/08 | Pickup | | LADDER RACK |

SOLD TO

SHIP TO
 Customer Pickup

10z - 207 - 352
 Quality Life Intergovernmental
 313 COURT ST
 THE DALLES OR 97058-2111

PAGE 1

ORDERED BY: JOHN AMERY

PICKED UP BY:

| CUSTOMER ACCT # | JOB NAME | JOB # | SALES P/S | PLATT SALESPERSON | | | | | |
|-----------------|----------|----------|--|-------------------|------|--------|--------|-----|------|
| 154700 | | | A93 | THE DALLES OR | | | | | |
| QTY ORDERED | SHIPPED | BACK ORD | EQP # / DESCRIPTION | UNIT PRICE | UNIT | DISC % | TOTAL | TAX | TERM |
| 5 | 5 | 0 | QD225X225SG WIRE DUCT 60 X 60 718161 | 22.7500 | EA | | 113.75 | Y | .0 |
| 2 | 2 | 0 | DAM PLBWA12-4F 9-12"WALL ANGL GLE BRACKET 497198 | 18.5400 | EA | | 37.08 | Y | .0 |
| 4 | 4 | 0 | DAM PLBWA12-4F 9-12"WALL ANGL GLE BRACKET 497198 | 18.5400 | EA | | 74.16 | Y | .0 |

APPROVED FOR PAYMENT
 ACCT# 600.6000.660 43.60
 DATE 2/25/08 BY WJ
 AMT \$224.99

INVOICES AND STATEMENTS ONLINE 24/7 / WWW.PLATT.COM

SUB TOTAL
 224.99

| | |
|---------------|--------|
| SALES TAX | 0.00 |
| INVOICE TOTAL | 224.99 |

Credit sales subject to these terms. 30 Days net, which means each invoice should be paid within 30 days of its date or a credit sale charge will be computed by Platt Electric at the maximum rate allowable by law applied to amounts of balances which are not paid within 30 days of the original invoice date. All orders are subject to approval of Credit Department. No credit will be issued for goods returned without our permission and a restocking charge may be made. Invoice number must accompany returned goods. All claims for shortage must be reported immediately upon receipt of shipment, otherwise will be deemed waived. THERE ARE NO WARRANTIES EXPRESS OR IMPLIED INCLUDING BUT NOT LIMITED TO THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS OR A PARTICULAR PURPOSE OTHERWISE EXPRESSLY SPECIFIED HEREIN. Platt Electric Supply, Inc.'s sole obligation with respect to defective goods is to repair or exchange at its option, any such goods. This shall be the sole and exclusive remedy for any such defects whether in contract, tort, warranty or otherwise. In no event shall Platt Electric Supply, Inc. be liable for any direct or consequential damages in connection with or arising out of the sale of goods hereunder. Special Order Material Not Subject to Return Claims for Breakage, Shortage or Damage Must Be Filed With Carrier. Platt Electric Supply's Standard Terms and Conditions apply / available at <http://www.platt.com/service/terms.html>.
 1005 (6/07)

MAIL REMITTANCE TO:
 BOX 2858 • PORTLAND, OR 97208-2858
 (503) 641-6121

Material Safety Data Sheets Available Upon Written Request Minimum Restocking Charge on Accepted Returns.

OVER 100 BRANCHES THROUGHOUT THE WEST



REMIT TO:
 BOX 2858
 PORTLAND, OR 97208-2858

INVOICE # 2784408 -
 INVOICE DATE 2/15/08

093 The Dalles
 (541) 296 - 2523 mgr93@plat

| DATE ORDERED | DATE SHIPPED | SHIPPED VIA | BILL OF LADING | CUSTOMER PO # |
|--------------|--------------|-------------|----------------|---------------|
| 2/07/08 | 2/14/08 | Pickup | | LADDER RACK |

SOLD TO

SHIP TO

Customer Pickup

**000207

1oz - 207 - 353
 Quality Life Intergovernmental
 313 COURT ST
 THE DALLES OR 97058-2111



ORDERED BY: JOHN AMERY

PICKED UP BY:

| CUSTOMER ACCT # | JOB NAME | JOB # | PAGES | PLATT SALESPERSON | | | | |
|-----------------|----------|----------|--|-------------------|---------|--------|-----|------|
| 154700 | | | A93 | THE DALLES OR | | | | |
| QTY ORDERED | SHIPPED | BACK ORD | QTY / DESCRIPTION | UNIT PRICE | QTY REC | TOTAL | TAX | TERM |
| 3 | 3 | 0 | DAM PLR1210-4F 12"X10' LADDER TRAY GRAY 490654 | 72.6200 | EA | 217.86 | Y | .0 |
| 2 | 2 | 0 | DAM PLBE00-4F BUTT SPLICE KIT GRAY 490682 | 6.8800 | EA | 13.76 | Y | .0 |
| 3 | 3 | 0 | DAM PLBJT-4F JUNCTION "T" KIT GRAY 490704 | 7.1100 | EA | 21.33 | Y | .0 |
| 2 | 2 | 0 | DAM PLR1210-4F 12"X10' LADDER TRAY GRAY 490654 | 72.6200 | EA | 145.24 | Y | .0 |
| 2 | 2 | 0 | DAM PLBJT-3 JUNCTION "T" KIT BLACK 490703 | 7.1100 | EA | 14.22 | Y | .0 |

APPROVED FOR PAYMENT
 ACCT# 600-6000-660-43-10
 DATE 2-24-08 BY [Signature]
 AMT 412.41

INVOICES AND STATEMENTS ONLINE 24/7 / WWW.PLATT.COM

| | |
|-----------|--------|
| SUB TOTAL | 412.41 |
|-----------|--------|

| | |
|---------------|--------|
| SALES TAX | 0.00 |
| INVOICE TOTAL | 412.41 |

Credit sales subject to these terms: 30 Days net, which means each invoice should be paid within 30 days of its date or a credit sale charge will be computed by Periodic Rate at the maximum rate amount per month allowable by law applied to amounts of balances which are not paid within 30 days of the original invoice date. All orders are subject to approval of Credit Department. No credit will be issued for goods returned without our permission and a restocking charge may be made. Invoice number must accompany returned goods. All claims for shortage must be reported immediately upon receipt of shipment, otherwise will be deemed waived. THERE ARE NO WARRANTIES EXPRESS OR IMPLIED INCLUDING BUT NOT LIMITED TO THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE OTHERWISE EXPRESSLY SPECIFIED HEREIN. Platt Electric Supply, Inc.'s sole obligation with respect to defective goods is to repair or exchange at its option, any such goods. This shall be the sole and exclusive remedy for any such defects whether in contract, tort, warranty or otherwise. In no event shall Platt Electric Supply, Inc. be liable for any direct or consequential damages in connection with or arising out of the sale of goods hereunder. Special Order Material Not Subject to Return Claims for Breakage, Shortage or Damage Must Be Paid With Carrier. Platt Electric Supply's Standard Terms and Conditions apply / available at http://www.platt.com/service/terms.html.

1005 (6/07)

MAIL REMITTANCE TO:
 BOX 2858 • PORTLAND, OR 97208-2858
 (503) 641-6121

Material Safety Data Sheets Available Upon Written Request Minimum Restocking Charge on Accepted Returns.

OVER 100 BRANCHES THROUGHOUT THE WEST

Q-Life

MHEA Loan Payment—January 2008. Due January 1, 2008 Payment: \$3,683.30

| Month | Year | Payment | Interest | Principal | Balance Remaining | Total Interest |
|---------|------|------------|----------|------------|-------------------|----------------|
| January | 2008 | \$3,683.30 | \$501.69 | \$3,181.61 | \$147,326.61 | \$9,942.71 |

Remit to: MHEA 4336 SW Condor Ave Portland, OR 97239 503/228-5565

Q-Life

MHEA Loan Payment—February 2008. Due February 1, 2008 Payment: \$3,683.30

| Month | Year | Payment | Interest | Principal | Balance Remaining | Total Interest |
|----------|------|------------|----------|------------|-------------------|----------------|
| February | 2008 | \$3,683.30 | \$491.09 | \$3,192.21 | \$144,134.40 | \$10,433.80 |

Remit to: MHEA 4336 SW Condor Ave Portland, OR 97239 503/228-5565

Q-Life

MHEA Loan Payment—March 2008. Due March 1, 2008 Payment: \$3,683.30

| Month | Year | Payment | Interest | Principal | Balance Remaining | Total Interest |
|-------|------|------------|----------|------------|-------------------|----------------|
| March | 2008 | \$3,683.30 | \$480.45 | \$3,202.85 | \$140,931.55 | \$10,914.25 |

Remit to: MHEA 4336 SW Condor Ave Portland, OR 97239 503/228-5565

Principal
 APPROVED FOR PAYMENT
 ACCT# 601-6000-660-7950
 DATE 2/26/08 BY _____
 AMT \$ 3202.85

Interest
 APPROVED FOR PAYMENT
 ACCT# 601-6000-660-7950
 DATE 2/26/08 BY _____
 AMT \$ 480.45



COLUMBIA RIVER BANK

www.columbiariverbank.com

STATEMENT OF ACCOUNT • RETAIN FOR YOUR RECORDS 000 01 04 00139

APPROVED FOR PAYMENT
ACCT# 601,600.660.79.60
DATE 2/26/08 BY [Signature]
AMT \$3561.42

QUALITY LIFE INTERGOVERNMENTAL
AGENCY
c/o CITY OF THE DALLES
313 COURT STREET
THE DALLES OR 97058

LOAN: 59007
AS OF: 02/22/08

* L O A N P A Y M E N T * PAGE 1

| | | | |
|-------------------------|------------------|-----------------------|------------|
| LOAN TYPE: | COMMERCIAL NO RE | MATURITY DATE: | 06/07/08 |
| PRINCIPAL BALANCE: | 644,279.71 | ORIGINAL LOAN DATE: | 07/10/03 |
| CURRENT RATE: | 7.0000 | TOTAL ADVANCES: | 668,800.00 |
| INTEREST THRU 02/24/08: | 2,183.38 | INTEREST PAID 2008: | 8,961.74 |
| ONE DAY'S INTEREST: | 125.27 | DATE OF LAST PAYMENT: | 02/08/08 |
| | | LAST PAYMENT AMOUNT: | 4,362.30 |

COLLATERAL/PROPERTY: UNSECURED

| | |
|-------------------|--------------|
| DATE PAYMENT DUE: | 03/07/08 |
| INTEREST DUE: | 3,561.42 |
| TOTAL AMOUNT DUE: | * 3,561.42 * |

ADD ADDITIONAL LATE CHARGE OF 178.07 IF NO PAYMENT IS RECEIVED BY 03/18/08

* * PLEASE RETURN THIS PORTION WITH YOUR PAYMENT * *

L O A N P A Y M E N T N O T I C E

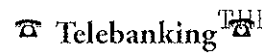
QUALITY LIFE INTERGOVERNMENTAL
AGENCY
c/o CITY OF THE DALLES
313 COURT STREET
THE DALLES OR 97058

TOTAL AMOUNT DUE: 3,561.42
ADDITIONAL PRINCIPAL:
ADDITIONAL PAYMENT:

AMOUNT ENCLOSED: \$

DATE PAYMENT DUE: 03/07/08
LOAN TYPE: COMMERCIAL NO RE
LOAN NUMBER: 59007
REGULAR PAYMENT T/G: 325
24 Hour Customer Service Center

COLUMBIA RIVER BANK
P O BOX 1050
THE DALLES OR 97058-9030
Tel: 503-888-0000 Ext. 800





**HAGE
ELECTRIC &
CONSTRUCTION
SERVICES, INC.**

3701 Klindt Drive
The Dalles, OR 97058
(541) 296-1962

Garry Hage
Electrical &
General Contractor

Invoice

| |
|--|
| BILL TO |
| Q-LIFE 313 COURT ST THE DALLES, OR 97058 |

| | |
|-----------|-----------|
| DATE | INVOICE # |
| 2/22/2008 | 3480 |

| | |
|----------------|-----|
| TERMS | JOB |
| Due on receipt | 831 |

| ITEM | DESCRIPTION | AMOUNT |
|---|--|-------------------------|
| BID | BID PRICE IN THE AMOUNT OF \$2,396.04 SCOPE OF WORK - THE DALLES COLLOCATE ORDERED BY DICK JOHNSON | 2,396.04 |
| <p>APPROVED FOR PAYMENT ACCT# <u>601.6000.660.76.10</u> DATE <u>2/27/08</u> BY <u>MJ</u> AMT <u>\$2396.04</u></p> | | |
| Thank you for your business! Please give us a call if there is anything else we can do for you. | | Total \$2,396.04 |

All accounts due in full upon receipt. A finance charge of 1.5% per month (18% annual rate) will be applied to the unpaid balance if not paid within 30 days.

CHECK REQUEST

DATE: 2/28/08

AMOUNT: \$ 50,000

PAY TO: Columbia River Bank
PO Box 1050
The Dalles, OR 97058

REASON: PRINCIPAL PAYMENT - QLIFE LOAN #59007

ACCOUNT (S) 601-6000-660-79-51

REQUESTED BY: Izetta Grossman

DEPT APPROVAL: 

LAW OFFICE OF KEITH A. MOBLEY

P.O. Box 537 (141 Main Street) Dufur, OR 97021
By Appointment Only
Phone: 541-467-2228 Fax: 541-467-2248 E-Mail: mobley@ortelco.net

STATEMENT OF ACCOUNT

March 1, 2008

Re: QLife Network Legal Counsel/261-01

TO PROFESSIONAL SERVICES:

Tue Feb 26, 08 - Time Entry - 1.00 hours
attend budget committee and board meetings;

Fri Feb 8, 08 - Time Entry - 0.40 hours
message from Nolan Young, research CLEC's, fax information to
Nolan;

AND to all other activities, telephone, e-mail and correspondence in
connection with the conduct of this matter.

TOTAL TIME: 1.40 hours

FOR LEGAL SERVICES: \$ 210.00

APPROVED FOR PAYMENT
ACCT# 600, 600, 600, 32, 20
DATE 3/4/08 BY _____
AMT \$ 210

LAW OFFICE OF KEITH A. MOBLEY

P.O. Box 537 (141 Main Street) Dufur, OR 97021
By Appointment Only
Phone: 541-467-2228 Fax: 541-467-2248 E-Mail: mobley@ortelco.net

STATEMENT OF ACCOUNT

March 1, 2008

Re: Claim against Union Pacific Railroad for damage caused by fire/985-07/QLife

TO PROFESSIONAL SERVICES:

Tue Feb 26, 08 - Time Entry - 0.50 hours
prepare, report to board, recommend 10-day demand, litigation to follow if payment not received;

Wed Feb 13, 08 - Time Entry - 0.20 hours
call Paul Jenkins, UPRR claims, has referred file to legal department for this region, in Roseville, California, expects to hear from them shortly, expects will be settlement offer;

Thu Feb 7, 08 - Time Entry - 0.30 hours
receive signed statement from John H. Byers, letter and statement to Paul Jenkins, UPRR claims; e-mail to John Byers;

Fri Feb 1, 08 - Time Entry - 0.30 hours
prepare and e-mail statement to John Byers for review, signature and return;

AND to all other activities, telephone, e-mail and correspondence in connection with the conduct of this matter.

TOTAL TIME: 1.30 hours

FOR LEGAL SERVICES: \$ 195.00

APPROVED FOR PAYMENT
ACCT# 600.000.660.32.20
DATE 3/4/08 BY _____
AMT \$195

NSC NORTH SKY COMMUNICATIONS

INVOICE NUMBER: 2675

A QUANTA SERVICES COMPANY

PAGE: 1

PO Box 87550, Vancouver WA 98687 (360) 254-6920

| | | | |
|---|---------------------|---|-------------------------|
| B | | J | 3830030 |
| I | Q-LIFE NETWORK | O | Q-LIFE NETWORK |
| L | ATTN: NOLAN YOUNG | B | ALLEY BETWEEN 2ND & 3RD |
| L | 313 COURT ST | | THE DALLES, OR |
| | THE DALLES OR 97058 | N | |
| T | | O | |
| O | | | |

Please remit payments to: PO Box 846310, Dallas TX 75284-6310

03/06/08 2675 QLI200 Net 30 Days 1 1/2% Charge for Late Payments

| QUANTITY | DESCRIPTION | UNIT PRICE | EXTENDED PRICE |
|----------|---|------------|----------------|
| 1. | BREAK AND STRAIGHT SPLICE FIBERS 47 & 48 THRU | | 1,040.00 |
| 2. | SPLICE FIBERS 3 & 4 OF Q-LIFE CABLE TO FIBER | | |
| | 45 & 46 | | |

Lisa-
 This is a
 year through
 to NTI.
 Thanks

APPROVED FOR PAYMENT
 ACCT# 601.6000.660.76.20
 DATE 3/11/08 BY *[Signature]*
 AMT \$1040

| | | | |
|----------|-----------|-----|------------|
| GROSS | RETAINAGE | TAX | NET AMOUNT |
| 1,040.00 | .00 | .00 | 1,040.00 |



Quality Life network
Attn: Keith Mobley
PO Box 537
Dufur, Oregon 97021

RE: **SETTLEMENT CHECK**
UP Claim: 620640

Dear Keith Mobley:

Enclosed, please find Union Pacific check # 331380 for full and final settlement of Quality Life Intergovernmental Agency property damage claim for the total sum of \$17,550.22 made payable to Quality Life Intergovernmental Agency.

Union Pacific now considers this matter closed.

Thank you for your cooperation and patience.

God Bless America,

Paul L. Jenkins
Paul L. Jenkins
Manager Property Damage

Enclosure: Union Pacific check # 331380

Cap Fund - misc. rev.

QUALITYLIFE NETWORK INTERGOVERNMENTAL AGENCY POLICY

Financial Priorities for Fiscal Year 2008-2009

Purpose:

The purpose of this policy is to establish a prioritization of expenditure of funds for the QualityLife Network Intergovernmental Agency prior to each Fiscal Year's budget preparation.

Primary objective

The primary objective is to provide general direction for the QLIFE Budget Committee in establishing the annual budget and to make public the general intentions of QLIFE in regard to potential monetary reserves of the Agency.

Section I.

Policy

It is the policy of the QLIFE Board that expenditures of revenue not *specifically* committed to another purpose through grant or loan agreements or other contractual obligations shall be budgeted in the following priority:

1. Normal maintenance and operating costs of the QLIFE Agency as determined appropriate through the budgeting process.
2. Amounts needed for annual debt retirement responsibilities of the Agency incurred by the construction of the original plant, or any expansions of that plant.
3. Refinance 5-7 year amortization of Columbia River Bank Loan.
4. Up to \$20,000 for upgrading and replacement of the electronics of the system to always maintain agreed-upon capacity for QLife customers.
5. Either fund or create a reserve to fund Phase I of system redundancy project (\$70,000+).
6. Either fund or create a reserve to fund Phase II of system redundancy project (\$37,000).
7. Bisector beef up to create a full figure 8; Downtown system improvements (\$50,000).
8. Construct Pilot Wireless Network hot spots
9. Up to \$20,000 to assist new customers with build out of connection.
10. Additional CRB Loan principal payments.

11. An amount to retire additional debt of the Agency not yet due.
12. Compensation to the City of The Dalles for use of right-of-ways in an amount not to exceed what the City water and wastewater utility is paying as a percent of gross revenue (currently 3%).
13. The Creation of a reserve to extend fiber optic service to other parts of Wasco County.
14. Acquire redundant backbone.
15. The creation of a local Economic Development Project Fund. The rules for expenditures from this fund will be established by the Board, subject to the approval of all partners to the agreement.

Section II.

Amendment of this policy

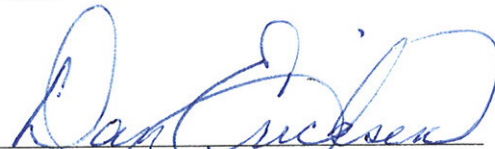
This policy may be amended at any time by action of the Board.

Section III.

Conflict with annual budget process

If anything in this policy conflicts with the annual budget process as outlined in the Intergovernmental Agreement (IGA), the IGA will take precedence. The partners to this agreement may approve an initial budget and work scope or an amended budget and work scope that varies from this policy by an affirmative majority vote of the Boards of all partners.

Amended and approved by QLife Board February 26, 2008.



Dan Ericksen, President