

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
June 8, 2009**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, June 8, 2009 at the Lake Washington County Park Community Building, 47102 Washington Park Road, Kasota, MN 56050.

2. Roll Call

Present: Jerry Kallheim, Larry Maruska, Robert Schmillen, Art Zuhlsdorf, and Ed Fahrforth.

3. Review and approval of agenda

Resolution 09.49: Member Maruska moved to approve the meeting agenda. Upon a second from Zuhlsdorf, the motion past by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

4. Review and approval of Minutes

Resolution 09.50: Member Kallheim moved to approve the minutes of the May 26, 2009 Regular meeting. Upon a second received from Zuhlsdorf, the motion passed by a vote of 5 in favor, 0 against 0 abstaining, and 0 absent.

5. Officers' reports

a. Chairman – Ed Fahrforth

- Checked the meter at 3800 Sioux Lane, power is on meter is operating.

b. Vice Chair – Larry Maruska

- No Report.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the balance of the checking account as of June 8, 2009 is \$1,497,455.34.
- Bills totaling \$8,057.97 were reviewed for payment.

Resolution 09.51: Member Zuhlsdorf moved to pay the bills as presented. Upon a second received from Maruska, the motion passed by a vote of 5 in favor, 0 against 0 abstaining, and 0 absent.

- The balance of the checking account after the bills are paid will be \$1,489,397.37.
- The May 31, 2009 financial statements were reviewed.

Resolution 09.52: Member Zuhlsdorf moved to approve the May 31, 2009 Income Statement. Upon a second received from Maruska, the motion passed by a vote of 5 in favor, 0 against, 0 abstaining, and 0 absent.

Resolution 09.53: Member Zuhlsdorf moved to approve the May 31, 2009 Balance sheet. Upon a second received from Maruska, the motion passed by a vote of 5 in favor, 0 against, 0 abstaining, and 0 absent.

d. Secretary – James Deike

- The collateral book value at the Federal Reserve as of May 31, 2009 was \$1,680,027.79.
- Issued two “ISSS” permits to Jadd Seppman & Sons for special events at the Connor’s Point Picnic area, and a special event at 6210 Shamrock Drive.
- Received from the State Auditor, a request for the 2008 Audit.

6. Open forum from Constituents

- Tom Dugan from Madison Lake inquired about the permitting requirements.
- Mike Wheaton of Duck Lake and Peter Blethen from Madison Lake questioned the number of connection for the South Service Area.

7. Old Business

a. System Maintenance

- Reviewed the latest received repair invoices.

b. Annexation

- Reviewed the resolution for organizational costs allocation.

Resolution 09.54: Member Maruska moved to approve the administrative organizational costs allocation for the proposed annexation. Upon a second from member Schmillen, the motions passed by a vote of 5 in favor, 0 against, 0 abstaining, and 0 absent. (Complete resolution attached)

c. Review the 2009 Calendar of Events

- Reviewed the calendar with no changes being made.

d. Other

- Reviewed the Draft copy of the 2008 Audit. Spelling of the Chairman's name correction, and the FDIC amount to be changed.
- Board will complete operating procedures, and investment policy, and a written capitalization policy.

Resolution 09.55: Member Maruska moved to accept the Draft Audit with the recommended changes. Upon a second from Schmillen the motion passed by a vote of 5 in favor, 0 against, 0 abstaining, and 0 absent.

8. New Business

a. Other

- No new business.

9. Discuss Agenda for the June 22, 2009 Regular meeting

- Agenda will be set this week adding a Budget Committee report, and policies and procedures.

10. Adjournment

Member Schmillen moved to adjourn the meeting. The meeting was adjourned at 8:20 p.m.

Respectfully Submitted

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District

**STATE OF MINNESOTA
LAKE WASHINGTON SANITARY DISTRICT**

The matter of the annexation
of properties to the Lake Washington
Sanitary District

RESOLUTION 09.54

WHEREAS, the Board of Managers of Lake Washington Sanitary District (the “District”) has received a Petition for Support from residents around Duck Lake, Ballantyne Lake, and rural Madison Lake to submit a petition to the Minnesota Pollution Control Agency for the annexation of certain property into the District; and

WHEREAS, The Board of Managers of the District previously adopted a resolution to sign a petition, once prepared, to the Minnesota Pollution Control Agency for the annexation of the property proposed to be annexed to the District under Minnesota statutes chapter 115; and

WHEREAS, the Board of Managers has determined that the District incurred administrative costs totaling \$276,156.51 to organize the District; and

WHEREAS, the Board of Managers of the District has identified 421 properties to be included and serviced by a district sanitary sewer system in the area proposed to be annexed to the District; and

WHEREAS, based upon the 450 existing connections in the District, as presently established, and based upon an identified 421 properties to be included and serviced by a district sanitary sewer system in the area proposed to be annexed to the District, the Board of Managers of the District has determined that total administrative costs incurred to organize the District, namely the sum of \$276,156.51, should be divided by 871, being the total number of existing and potential properties to be serviced by and included in the geographical boundaries of the District, to arrive at the sum of \$317.00, which is the proper and appropriate administrative organizational cost allocable to each parcel of property in the area proposed to be annexed to the District.

NOW, THEREFORE, the following resolution is adopted by the Board of Managers of Lake Washington Sanitary District:

In the event the Minnesota Pollution Control Agency approves the proposed annexation, all administrative organizational costs allocable to the area proposed to be annexed, presently estimated in the aggregate amount of \$133,457.00, or \$317.00 per parcel for each of the 421 properties to be included and serviced by a district sanitary sewer system in the area proposed to be annexed to the District,

shall be levied and assessed against each of the 421 properties to be included and serviced by a district sanitary sewer system in the area proposed to be annexed to the District, and the same shall be collected with the real estate taxes payable thereon.

Adopted this 8th day of June, 2009.

DISTRICT **LAKE WASHINGTON SANITARY**

By: /s/ Ed Fahrforth
Its: Chairman

ATTEST:
/s/ James Deike
Secretary

I, James Deike, Secretary of the Lake Washington Sanitary District, do hereby certify that the foregoing resolution was moved for adoption by Board member Maruska and seconded by Board Member Schmillen and, upon vote being taken thereon, the foregoing resolution was passed by a vote of 5 in favor and 0 against, with 0 abstained and 0 absent.

Dated this 8th day of June, 2009.

/s/ James Deike
Secretary