

**MINUTES OF THE ANNUAL MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
January 14, 2008**

1. Call to Order

Chairman Fahrforth called the annual meeting of the Board to order at 7:00 p.m. on Monday, January 14, 2008, at the Lake Washington County Park Community Building, 47102 Washington Park Road, Kasota, MN 56050.

2. Roll Call

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

3. Review and approval of agenda

Resolution 08.01: Member Kallheim moved to approve the agenda. Upon a second from Zuhlsdorf, the motion past by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

4. Review and approval of Minutes

Resolution 08.02: Member Maruska moved to approve the minutes of the December 26, 2007 regular meeting. Upon a second received from Kallheim, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

5. Officers' reports

a. Chairman – Ed Fahrforth

- No Report.

b. Vice Chair – Larry Maruska

- No Report.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the balance of the checking account as of January 14, 2008, being \$1,639,092.21.
- Bills totaling \$69,452,47 were reviewed for payment.

Resolution 08.03: Member Zuhlsdorf moved to pay the bills as presented. Upon a second from Kallheim, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

- The December 31, 2007 financial statements were reviewed.

Resolution 08.04: Member Zuhlsdorf moved to approve the December 31, 2007 Balance Sheet. Upon a second received from Maruska, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

Resolution 08.05: Member Zuhlsdorf moved to approve the December 31, 2007 Income Statement. Upon a second from Maruska, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

d. Secretary – James Deike

- Received from Blue Earth County a check in the amount of \$16,277.68 for Levy Delinquent Utilities, and Assessment payments.
- The book value for the collateral held at the Federal Reserve as of December 31, 20007 was \$1,847,155.01.
- Received from the State Auditor, a request to complete the report for lobbying expenditures.
- Received a note from Brandon Berry regarding the sewage spill in Bakers Acres.

6. Appointments, Designations, and Assignments

a. Appointment of Officers for ensuing year

- Member Kallheim nominated Ed Fahrforth for Chairperson, Larry Maruska for Vice Chairperson, and Art Zuhlsdorf for Treasurer. There being no other nominations, a vote was called resulting in the appointments.

b. Designate Official Newspaper

Resolution 08.06: Member Maruska moved to designate the Mankato Free Press as the official Newspaper of the District. Upon a second from Kallheim, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

c. Select Official Depository

Resolution 08.07: Member Maruska moved to name the First National Bank Minnesota as the official Depository of the District. Upon a second from Kallheim, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

d. Discuss Bylaws and Procedural Changes

- No changes need to be made at this time.

e. Annual appointments to administrative positions

Resolution 08.08: Member Maruska moved to appoint Julie Hiniker as the assistant to the Treasurer, and James Deike as the District Secretary. Upon a second from Zuhlsdorf, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

f. Assign Committee Duties to Board Members

Resolution 08.09: Member Maruska moved to appoint Zuhlsdorf to chair the 2009 Budget Committee. Upon a second from Zuhlsdorf, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

g. Other

- None.

7. Open forum from Constituents

- None.

8. Old Business

a. System Maintenance

- Discussed the open invoices due from GM Contracting.
- Discussed Camp Patterson's existing system.

b. Annexation

- Bolton & Menk is still waiting the outcome of the property on the west side if Lake George.

c. Construction

- Schwickerts is working on the purchasing of meters from the supplier.

d. Review the 2008 Calendar of Events

- Modify the February PFA payment amounts.

- e. **Other**
 - None.
- 9. **New Business**
 - a. **Other**
 - Discussed a Performance Bond for new construction.
- 10. **Discuss Agenda for the January 28, 2008 meeting**
 - Ad construction permit to the next agenda.
- 11. **Adjournment**

Member Kallheim moved to adjourn the meeting. The meeting was adjourned at 8:22 p.m.

Respectfully Submitted

/s/ James Deike
Secretary of the Lake Washington Sanitary District