

**MINUTES OF THE ANNUAL MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
January 26, 2009**

1. Call to Order

Chairman Fahrforth called the annual meeting of the Board to order at 6:00 p.m. on Monday, January 26, 2009, 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 09.01: Member Maruska moved to approve the agenda. Upon a second from Kallheim, the motion past by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

4. Review and approval of Minutes

Resolution 09.02: Member Maruska moved to approve the minutes of the December 22, 2008 regular meeting. Upon a second received from Zuhlsdorf, 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 12, 2008, being \$1,614,159.20.
- Bills totaling \$91,870.85 were reviewed for payment.

Resolution 09.03: Member Zuhlsdorf moved to pay the bills as presented. Upon a second from Maruska, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

- The balance of the checking account after paying bills will be \$1,522,288.35.
- The December 31, 2008 financial statements were reviewed.

Resolution 09.04: Member Zuhlsdorf moved to approve the December 31, 2008 Income Statement. Upon a second received from Maruska, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

Resolution 09.05: Member Zuhlsdorf moved to approve the December 31, 2008 Balance Sheet. Upon a second from Kallheim, the motion passed by a vote of 4 in favor, 0 against 0 abstained, and 1 absent.

- Treasurer Zuhlsdorf reported the balance of the checking account as of January 26, 2009, being \$1,540,277.65.
- Bills totaling \$65,762.39 were reviewed for payment.

Resolution 09.06: 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 abstaining, and 1 absent.

- The balance of the checking account after paying the bills will be \$1,474,525.26.
- Reviewed proposal from the Maschka, Riedy & Reis Law Firm. Discussed with Jack Riedy, reviewing documents of the District.

d. Secretary – James Deike

- Received from LeSueur County a check in the amount of \$6,880.19 for Levy, and Assessment payments.
- The book value for the collateral held at the Federal Reserve as of December 31, 2008 was \$1,806,128.73.
- Received from the League of Minnesota Cities Insurance Trust a Dividend check in the amount of \$89.00.

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 09.07: 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 09.08: Member Zuhlsdorf moved to name the First National Bank Minnesota as the official Depository of the District. Upon a second from Maruska, 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 09.9: Member Zuhlsdorf moved to appoint Julie Hiniker as the assistant to the Treasurer, and James Deike as the District Secretary. Upon a second from Maruska, the motion passed by a vote of 4 in favor, 0 against 0 abstaining, and 1 absent.

f. Assign Committee Duties to Board Members

- No committee assignments are needed at this time.

g. Other

- None.

7. Open forum from Constituents

- None.

8. Old Business

a. Annexation

- Mr. John Klob, legal counsel for the Duck, Ballantyne, Madison Lakes group, explained the process of the proposed annexation.
- Mr. Scott Kelly as the spokes person for the lakes group discussed the organization of the group.
- Mr. Matt Brand representing I & S Engineering gave an overview of the proposed collection system.

b. System Maintenance

- Bolton & Menk is organizing the video recordings of the bridged septic tanks.

c. Review the 2009 Calendar of Events

- No changes to the calendar are need at this time.

d. Other

- None.

9. New Business

a. Other

- None.

10. Discuss Agenda for the February 9, 2009 meeting

- The agenda will be set next week.

11. Adjournment

Member Maruska moved to adjourn the meeting. The meeting was adjourned at 9:16 p.m.

Respectfully Submitted

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District