

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
July 14, 2008**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, July 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 08.57: Member Zuhlsdorf moved to approve the meeting agenda. Upon a second from Maruska, the motion past by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

4. Review and approval of Minutes

Resolution 08.58: Member Kallheim moved to approve the minutes of the June 23, 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 July 14, 2008, is \$1,713,103.15.
- Bills totaling \$26,762.74 were reviewed for payment.

Resolution 08.59: Member Zuhlsdorf moved to pay the bills as presented. Upon a second received 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 the bills are paid will be \$1,686,340.41.
- The June 30, 2008 Financial Statements were reviewed.

Resolution 08.60: Member Zuhlsdorf moved to approve the June 30, 2008 Income Statement. Upon a second from Kallheim, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

Resolution 08.61: Member Zuhlsdorf moved to approve the June 30, 2008 Balance Sheet. A second was received from Maruska. After discussion member Zuhlsdorf withdrew the motion, Member Maruska withdrew his second.

d. Secretary – James Deike

- Received from the Minnesota Rural Water Association the Summer issue of the Today Magazine.
- As of June 30, 2008 the book value of the collateral with the Federal Reserve was \$1,727,204.46.
- Received from Vining Sparks confirmation of First National Bank of Minnesota pledging an additional security with the Federal Reserve.
- Received from Blue Earth County \$27,140.18 for current and past levies and assessments.
- Received check from the League of Minnesota Cities Insurance Trust in the amount of \$3,050.00 for settlement of the Marvin Bartlett spill.
- Received Affidavits of Publications from the Mankato Free Press, and the St. Peter Herald for the Notice of Request for Proposals.
- Received requests for the RFP from Chambers Excavating & Trucking, and Schwickert's.
- Issued two "ISSS" permits to JR Bruender Construction, for properties on Shamrock Drive.

6. Open forum from Constituents

- Roger Versteeg 4464 Washington Boulevard, Madison Lake, MN. Received an invoice from the District for repairs to the grinder station on his property.

7. Old Business

a. System Maintenance

- Mike Karp discussed maintenance issues such as damaged pumps, and unsealed electrical boxes at various properties. The issues may be a design problem by the manufacturer, improper installation, or improper inspection after installation. There may not be warranty coverage for the problem, but possibly breach of contract under the UCC. The specific information on all of the maintenance problems will have to be collected.

b. Annexation

- No Report.

c. Review the 2008 Calendar of Events

- No changes made.

d. Billing

- No Report.

e. Other

- No Other Old Business

8. New Business

a. Budget Committee Report

- No Report.

b. Other

- No New Business.

9. Discuss Agenda for the July 28, 2008 meeting

- Agenda will be set this week.

10. Adjournment

Member Maruska moved to adjourn the meeting. The meeting was adjourned at 8:59 p.m.

Respectfully Submitted

s/s James Deike

James Deike

Secretary of the Lake Washington Sanitary District