

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
April 24, 2006**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, April 24, 2006, at the Lake Washington County Park Community Building, 47102 Washington Park Road, Kasota, MN 56050.

2. Roll Call

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

3. Review and approval of agenda

Resolution 06.30: Member Kallheim moved to approve the meeting agenda. Upon a second from Larry Maruska, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

4. Review and Approval of Minutes of the April 10, 2006 Meeting

Resolution 06.31: Member Bieraugel moved to approve the minutes of the April 10, 2006 Regular meeting. Upon a second from Jerry Kallheim, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

5. Officers Reports

a. Chairperson – Ed Fahrforth

- No Report.

b. Vice Chairperson – Larry Maruska

- Contacted Bill Basset to set up a meeting with the Lake Washington Boulevard Association.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the beginning balance of the checking account as of today April 24, 2006 is \$1,095,942.90 which includes a deposit of \$2,097.95 received from utility billing Base Rate, \$2,131.10 received from utility billing flow rate, \$30.00 received for

late fees, \$3,941.10 received for interest, less (90.77) Bank Service Charge.

- Received an invoice from Blethen Gage, and Krause in the amount of \$1,628.00.
- Received invoices from Schwickert's totaling \$4,000.87.
- Received an invoice from Hickory Tech in the amount of \$124.08.
- Received an invoice from GM Contracting in the amount of \$226,161.35.
- Received an invoice from Jim Deike in the amount of \$79.30.
- Total due \$231,993.60.

Resolution 06.32: Member Zuhlsdorf moved to approve payment of payables due. Upon a second from Larry Maruska, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

- The balance of the checking account after payment of the bills will be \$863,949.30.
- The March 31, 2006 Financial Statements were reviewed.

Resolution 06.33: Member Kallheim moved to approve the March 31, 2006 Financial Statements. Upon a second from Larry Maruska, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

d. Secretary – James Deike

- Received from Bolton & Menk, Inc. the O & M Manual for the sewer project.
- Forwarded the Resolution to George Rosati Director of Public Works City of Mankato, the approved resolution to amend the Interconnection Agreement.
- Received and application and fee from Carol Connor for a permit for an "ISSS". Permit was approved at the April 10, 2006 meeting. The permit was issued on April 20, 2006.
- Received a request from Craig Smith 6109 Kerry Court for a connection to the sewer system.
- Requested Board approval to update the Norton Antivirus software for the District computer.

Resolution 06.34: Member Bieraugel moved to direct the Secretary to update the Antivirus software for the District computer. Upon a second from Art Zuhlsdorf, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

6. Open Forum for Constituents

- Mr. Bob Amundson of 1402 Shoreway Drive Kasota, MN 56050, explained his sewer backup due to a connections problem, and asked the Board to approve payment of the damages. The Board requested Mr. Amundson to provide invoices for the repair, before the approval can be made.

7. Old Business

a. ACH for receiving sewer billing payments

- Member Bieraugel recused himself from this portion of the meeting.
- Jarod True, from the First National Bank Minnesota's contacted the Utility Billing software company, and confirmed that the software will interface with the Bank's ACH system.
- First National Bank Minnesota is able to handle the payment of sewer bills with through their ACH system without a fee, and several requested have been made by property owners for this service.

Resolution 06.35: Member Kallheim moved to name First National Bank Minnesota, as the Official Depository for the District. Upon a second from Larry Maruska, the motion passed by a vote of 4, in favor 0 against, 1 abstained, and 0 absent.

- Member Bieraugel returned to the meeting.

b. Washington Boulevard Repair

- As Vice-Chair Maruska reported, Bill Basset has been contacted to set up a meeting with the Lake Washington Boulevard Association.

c. Construction Progress

- Clean up around the lake has begun. All mains and laterals have been installed in the two Bakers subdivision. The Linder Bay Lift Station has been raised and sealed. The Linder Bay manholes have also been raised and sealed. GM will be charged for the excess water through the Lift Station.
- Construction Schedule:
 1. Clean up crews have started at Washington Boulevard and are working towards the Squirrels Nest Road area, and then to the North side of the lake.
 2. Black dirt will be spread where needed around the lake. They are currently working on Connors Point, DaMar Estates, and Laura lane.

- Jon Peterson distributed Change Order Number 6 in the amount of \$30,033.85 for the Board's review and approval.

Resolution 06.36: Member Kallheim moved to approve Change Order Number 6, in the amount of \$30,033.85. Upon a second from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

d. Negotiations with the City of Mankato to amend the Interconnection Agreement

- No Report.

e. Discuss District Boundary for Purpose of Le Sueur County Tax Levy

- Bolton & Menk Inc., will be contacting Le Sueur County to clarify the District Boundary, and report back to the Board.

f. ISSS Permit application from Connor's Association.

- A request from the Association for a Permit for an ISSS was received at the April 10, 2006 meeting. The Board has reviewed the Ordinance for the use of ISSS's within the District boundary. Chairman Fahrforth will send a letter to the Association responding to their request.

g. Review Calendar of Events

- The calendar was reviewed with no changes.

h. Other

- A draft letter to Mr. Rodney Skillman was reviewed and approved.

8. New Business

a. Other

- Discussed the repair and replacement of the Grinder Pumps at Westwood Marina. Larry Maruska will contact Mike Karp to issue a letter to the Property Owner.

9. Discuss Agenda for May 8, 2006 Meeting

- The agenda will be set this week.

10. Adjournment

Member Zuhlsdorf moved to adjourn the meeting. The meeting was adjourned at 8:36p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District