

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
February 13, 2006**

1. Call to Order

Ed Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, February 13, 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 06.16: Member Zuhlsdorf 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 the Minutes of the January 23, 2006 Regular Meeting

Resolution 06.17: Member Maruska moved to approve the minutes of the January 23, 2006 Regular meeting. Upon a second from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

5. Officers Reports

a. Chairperson – Ed Fahrforth

- Reported sending a letter to Rae Lynn Westbury, of the PFA changing the physical address of the office of the Secretary on February 2, 2006.

b. Vice Chairperson – Larry Maruska

- No Report.

c. Treasurer – Art Zuhlsdorf

- Art Zuhlsdorf Reported the beginning balance of the checking account as of today February 13, 2006 is \$1,818,631.42 which includes deposits of \$6,729.47 received from utility billing,

\$11,707.02 received for Pre-Paid Assessments, \$420.56 received from the Le Sueur County for the 2005 tax levy, and \$113,398.35 from PFA.

- Received an invoice from Blethen Gage & Krause in the amount of \$1,638.00.
- Received an invoice from Bolton & Menk Inc. in the amount of \$10,703.25.
- Received an invoice from Beth Pooley in the amount of \$246.36.
- Received an invoice from Britta Moline in the amount of \$82.50.
- Received an invoice from Hickory Tech in the amount of \$123.49.
- Received an invoice from GM Contracting in the amount of \$98,741.81.
- Received an invoice from Schwickert's in the amount of \$4,883.82.
- Received invoices from Pettipiece and Associates in the amounts of \$485.50, and \$1,810.22.
- Received and invoice from Benco in the amount of \$306.25.
- Payables to Board members Bieraugel, for \$25.00 Fahrforth, for \$50.00, Kallheim, for \$50.00. Zuhlsdorf, for \$50.00, and Maruska, for \$50.00.
- Wire Transfer of Funds to the PFA due on or before February 21, 2006, in the amount of \$752,432.08.
- Total due \$871,678.28.

Resolution 06.18: Member Zuhlsdorf moved to approve payment of payables due, the Wire Transfer to PFA, and approve payment of the GM Contracting invoice upon receipt of funds from PFA. 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 \$1,045,694.95.
- The January 31, 2006 Financial Statements were distributed and reviewed.

Resolution 06.19: Member Maruska moved approve the January 31, 2006 Financial Statements. Upon a second received from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

- Received an invoice from Schwickert's for the Operation and Maintenance contract in the amount of \$4,427.24. This invoice will be reviewed for approval at a future meeting.
- Received a request from Peterson and Co. confirming the amount due to Bolton & Menk as of December 31, 2005.

d. Secretary – James Deike

- Received a request from PFA for the Interest payment due on or before February 21, 2006 in the amount of \$40,317.61, and all of the Pre-Paid Assessments.
- Received a copy of the letter sent to Daniel Van Camp from Mike Karp.
- Received a request from James R. Weir Insurance Agency, Inc. for a copy of the Schwickert's O & M Contract. A copy of the contract was sent via Fax on February 1, 2006.
- Received notification from the City of Mankato of a Public hearing to consider the adoption of a revised Ordinance on February 21, 2006, for proposed amendment and adoption by the Mankato Regional Airport Joint Zoning Board.
- Received the report from the Federal Reserve Bank indicating the Book Value of the Pledged collateral as of January 31, 2006 is \$2,610,498.67.
- Received from Le Sueur County Planning and Zoning Commission Notice of Public Hearing. The only item on the agenda within the District's boundary being John Lynch requesting a preliminary plat to establish a 4-lot Subdivision.
- The balance of the 2005 Tax Levy after receiving the \$420.50 payment from Le Sueur County is \$1,471.95

6. Open Forum for Constituents

- None.

7. Old Business

a. Discuss Building Permits with Blue Earth and Le Sueur Counties

- Kathy Brockway from Le Sueur County, Herb Wenkel, and Veryl Morrell from Blue Earth County attended the meeting. The Board requested the counties contact the District prior to issuing building permits for properties within the boundaries of the District.

b. Construction Progress

- Jon Peterson reported that there is air in the line between pump station 2 and pump station 1. The problem is being monitored and will be corrected when construction can begin this spring.

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

- The City of Mankato has not contacted Jon Peterson.

d. ACH for receiving sewer billing payments

- Received a letter sent to the Treasurer Art Zuhlsdorf from the First National Bank Minnesota. A questionnaire will be sent with the next district billing asking for property owner's interest in ACH.

e. Washington Boulevard Repair

- No response from the Washington Boulevard Association has been received.

f. Review Calendar of Events

- The calendar was reviewed with no changes.

g. Other

- Chairman Fahrforth discussed with the Board filing easements for each property owner with Le Sueur and Blue Earth counties.

8. New Business

a. Approval of payments to PFA

- The total amount of the wire transfer due on or before February 21, 2006 is \$752,432.08. \$40,317.61 being the interest due, and \$712,114.47 due for Pre-Paid Assessments.

b. Other

- No other new business.

9. Discuss Agenda for February 27, 2006 Meeting

- The agenda will be set this week.

10. Adjournment

Member Bieraugel moved to adjourn the meeting. The meeting was adjourned at 8:43p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District