

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
July 10, 2006**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, July 10, 2006, at the Lake Washington County Park Community Building, 47102 Washington Park Road, Kasota, MN 56050.

2. Roll Call

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

3. Review and approval of agenda

Resolution 06.56: Member Kallheim moved to approve the meeting agenda. Upon a second from Robert Bieraugel, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

4. Review and Approval of Minutes of the June 26, 2006 Meeting

Resolution 06.57: Member Bieraugel moved to approve the minutes of the June 26, 2006 Regular meeting. Upon a second from Jerry Kallheim, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

5. Officers Reports

a. Chairperson – Ed Fahrforth

- No Report.

b. Vice Chairperson – Larry Maruska

- No Report.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the beginning balance of the checking account as of today July 10, 2006 is \$1,364,710.02 which includes a deposit of \$1,536.00 received from utility billing Base Rate, \$1,610.85 received from utility billing flow rate, \$3,779.04 received from Blue Earth County for the 2006 and 2006 Tax Levies,

\$7,564.98 Received for a prepaid Assessment, and \$3,661.82 Interest received from the Bank.

- Received an invoice from Benco in the amount of \$99.32.
- Received an invoice from Schwickerts in the amount of \$154.00.
- Invoices received from Pettipiece and Associates totaling \$1,209.00.
- Received an Invoice from Northland Trust Services in the amount of \$31,095.84.
- Received an invoice from Julie Hiniker in the amount of \$648.24.
- Payables to Board Members Bieraugel for \$50.00, Fahrforth for \$50.00, Kallheim for \$50.00, Maruska for \$50.00, and Zuhlsdorf for \$25.00.
- Total due \$33,431.40.

Resolution 06.58: Member Zuhlsdorf moved to approve payment of payables due. Upon a second from Jerry Kallheim, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

- The balance of the checking account after payment of the bills will be \$1,331,278.62.
- Received the Depository Pledge Agreement from First National Bank Minnesota for review and signatures.

Resolution 06.059: Member Kallheim moved to authorize Treasurer Zuhlsdorf and Chairman Fahrforth to sign the Depository Pledge Agreement between the Lake Washington Sanitary District and the First National Bank Minnesota. Upon a second from Robert Bieraugel, the Motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

- The June 30, 2006 Financial Statements were reviewed.

Resolution 06.60: Member Zuhlsdorf moved to approve the June 30, 2006 Financial Statements. Upon a second from Jerry Kallheim, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

d. Secretary – James Deike

- Received a Notice of Public Hearing on July 13th from Le Sueur County Planning and Zoning Commission. Items on the agenda within the District Boundary being Clete Johnson requesting a Conditional Use Permit to allow the construction of a duplex on Lot 6, Block 1, Wild Goose Haven. And John Prokopec requesting a Conditional Use Permit to haul 400 cubic yards of material located at Lot 6, Block 1, Wakefield Sunrise Acres 2.

- Received from Morrell Veryl of Blue Earth County his review and opinions for the application from Kyle Smith for a 4-lot subdivision within the District Boundary.
- Received from the Federal Reserve Bank, as of June 30, 2006 the collateral book balance was \$2,465,943.15.
- Received from the Minnesota Rural Water Association information on training classes.
- Received from Weir Insurance the insurance renewal application for the League of Minnesota Cities, and a Risk Management information packet.

6. Open Forum for Constituents

- Royce Wempen of 7028 DaMar Estates, presented a bill for repair of electrical wiring severed during instillation of the grinder pump.

7. Old Business

a. Construction Progress

- No Report.

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

- No Report.

c. Discuss the 2007 Budget

- Various budget items were discussed and amounts adjusted for the upcoming year.

d. Review Calendar of Events

- The calendar was reviewed with no changes.

e. Other

- Discussed amending Ordinance 2003-1 to clarify the grinder pump requirements for dwellings within the District boundary. Member Maruska will contact Mike Karp to draft the amendment.

8. New Business

a. Discuss Supplemental Assessment Hearing

- Bolton and Menk, Inc. and Pettipiece and Associates will be contacted to confirm the final values for the Assessments.

b. Other

- No Other New Business.

9. Discuss Agenda for July 24, 2006 Meeting

- The agenda will be set this week.

10. Adjournment

Member Zuhlsdorf moved to adjourn the meeting. The meeting was adjourned at 8:34p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District