

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
May 8, 2006**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, May 8, 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 06.37: 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 24, 2006 Meeting

Resolution 06.38: Member Maruska moved to approve the minutes of the April 24, 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

- 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 May 8, 2006 is \$874,501.68 which includes a deposit of \$2,591.13 received from utility billing Base Rate, \$2,602.19 received from utility billing flow rate, \$5,334.06 received from PFA, and \$25.00 received for an ISSS Permit Fee.

- Received invoices from Schwickert’s totaling \$1,191.42.
- Received an invoice from GM Contracting in the amount of \$175.20.
- Invoices received from Pettipiece and Associates totaling \$2,438.75.
- Received invoices from Julie Hiniker in the amounts of \$47.20, and 600.00.
- Payables to Board Members Bieraugel for \$50.00, Fahrforth for \$50.00, Kallheim for \$50.00, Maruska for \$25.00, and Zuhlsdorf for \$25.00.
- Total due \$4,652.57.

Resolution 06.39: Member Zuhlsdorf moved to approve payment of payables due. Upon a second from Robert Bieraugel, 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 \$869,849.11.
- The April 30, 2006 Financial Statements were reviewed.

Resolution 06.40: Member Kallheim moved to approve the April 30, 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 the Federal Reserve Bank, as of April 28, 2006 the collateral book balance was \$2,551,421.71.
- Received from the State of Minnesota Office of the State Auditor, a Post employment Benefit Survey.
- Received from the League of Minnesota Cities an order form for the 2006 Directory of Minnesota City Officials.
- Received the “Today” magazine from the Minnesota Rural Water Association.
- Received from the Minnesota Rural Water Association information on training classes.
- Received from the City of Mankato, the proposed amendment and adoption by the Regional Airport Joint Zoning Board.

6. Open Forum for Constituents

- None.

7. Old Business

a. Washington Boulevard Repair

- Vice-Chair Maruska reported, he and Chairman Fahrforth met with Bill Basset to discuss the road repair. The association will be contacted to be present at the next regular meeting, May 22, 2006.

b. Construction Progress

- Bill Hensel has finished a final walkthrough of the project, prepared a final punch list and gave it to GM Contracting.
- The Contractor continues to spread black dirt around the lake, and seeding will begin this week.

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

- No Report.

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

- No Report.

e. Review Calendar of Events

- The calendar was reviewed with no changes.

f. Other

- Discussed moving the District's deposits from US Bank to First National Bank Minnesota.

Resolution 06.41: Member Zuhlsdorf moved to change Financial Institutions from US Bank to First National Bank Minnesota. Upon a second from Jerry Kallheim, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent. (Complete resolution attached).

8. New Business

a. Other

- No other New Business.

9. Discuss Agenda for May 24, 2006 Meeting

- The agenda will be set this week.

10. Adjournment

Member Zuhlsdorf moved to adjourn the meeting. The meeting was adjourned at 8:17p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District