

**MINUTES OF THE REGULAR MEETING OF BOARD  
MEMBERS OF  
LAKE WASHINGTON SANITARY DISTRICT  
October 10, 2005**

**1. Call to Order**

Larry Maruska called the regular meeting of the Board to order at 7:00 p.m. on Monday, October 10, 2005, at the Lake Washington County Park Community Building, 47102 Washington Park Road, Kasota, MN 56050.

**2. Roll Call**

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

**3. Review and approval of agenda**

*Resolution 05.127:* Member Kallheim moved to approve the agenda. Upon a second from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

**4. Review and Approval of the Minutes**

**a. Minutes of the September 26, 2005 Meeting**

*Resolution 05.128:* Member Bieraugel moved to approve the minutes of the September 26, 2005 Special Meeting. Upon a second from Jerry Kallheim, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

*Resolution 05.129:* Member Kallheim moved to approve the minutes of the September 26, 2005 Regular Meeting. Upon a second from Art Zuhlsdorf, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

**b. Minutes of the October 3, 2005 Special Meeting**

*Resolution 05.130:* Member Zuhlsdorf moved to correct the date from October 4<sup>th</sup> to October 3<sup>rd</sup>, and approve the minutes of the October 3, 2005 Regular meeting. Upon a second from Ed Fahrforth, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

**5. Officers Reports**

**a. Chairperson – Larry Maruska**

- No Report.

**b. Vice Chairperson – Jerry Kallheim**

- Reported meeting with John Peterson, and the City of Mankato on the interconnect agreement.

**c. Treasurer – Art Zuhlsdorf**

- Art Zuhlsdorf Reported the beginning balance of the checking account as of September 26, 2005 is \$935,154.44, which includes deposits of \$2,800.81 received from utility billing, and \$909,250.61 received from Northland Securities Bond proceeds.
- Received an invoice from Beth Pooley in the amount of \$340.37.
- Received an invoice from Britta Moline in the amount of \$60.00.
- Received an invoice from Abdo Eick & Meyer in the amount of \$175.00.
- Received an invoice from Benco in the amount of \$73.15.
- Received three invoices from the Schwickerts in the amounts of \$515.77, 278.00, and \$102.71.
- Received an invoice from GM Contracting in the amount of \$263,261.78.
- Bills totaling \$264,806.78.

*Resolution 05.131:* Member Zuhlsdorf moved to approve payment of the bills received from Beth Pooley, Britta Moline, Abdo Eick, and Meyer, and payment of the GM contracting bill upon receipt of funds from PFA. Motion seconded by Jerry Kallheim. Following discussion Member Zuhlsdorf amended the motion to include payment of the three Schwickerts bills. Upon Member Kallheim accepting the amendment from Member Zuhlsdorf, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

- Balance of the checking account after payment of the bills is \$933,609.44.

**d. Secretary – James Deike**

- Reported the Notice of Hearing on Proposed Assessment was mailed on October 7, 2005.
- Reported the Notice of Public Hearing was posted at the Township Halls on October 7, 2005.
- Received a letter from Mike Karp sent to Wells Insurance agency, Inc. adding the District as loss payee on the Commercial Crime Policy purchased by Pettipiece and Associates.
- Received a Notice of Public Hearing from the Le Sueur County Planning and Zoning Commission for an October 13, 2005 hearing. The first item on the agenda is Eugene Germscheid applying for a Conditional Use Permit to establish a Preliminary Plat of a 4-lot

subdivision adjacent to the District boundary. The second item on the agenda is Thomas Stapleton requesting final approval of a 2-lot subdivision in Washington Township.

- Received from the Federal Reserve Bank, the book value of the collateral as of September 30, 2005 is \$934,209.79.
- Received Bond documents from Northland Securities requiring signatures from Jerry Kallheim and Jim Deike, and returned to Northland.
- Received Service agreement from Northland Trust Services.
- Received a recap of the Bond Sale from Northland Securities, and the final Bond Documents were received from Kenney & Graven.

## **6. Open Forum for Constituents**

- None.

## **7. Old Business**

### **a. Construction Progress**

- Project Construction Progress: As of 10 October 2005 there are 298 properties pumping into the new collection system. Streets connected are: Washington Blvd, Linder Bay, Hillside Lane, Sioux Lane, Fairview Lane, Frankie Dankie Dr., Crystal Cove Road, Jessica Drive, Limberdink Road, Evergreen Drive, Sportsman Haven, Bakers Bay Road, Squirrels Nest Rd, Squirrels Nest Rd South, Shoreway Dr, Williams St, Clifford Dr, Terrasol Ln, Patterson Rd, Island View Hts, Sandy Beach Ct, North Shore Ct and Sunrise Trl. The collection main is pressure tested up to the 7038 DaMar. Lift Station #2 was started on September 29<sup>th</sup>.

A final walk through of Washington Blvd, Linder Bay, Hillside Lane, Sioux Lane, Fairview Lane, Frankie Dankie Dr., Crystal Cove Road, Jessica Drive, Limberdink, Evergreen Dr, Sportsman Haven and all of Squirrels Nest Rd area has been done and all items needing to be finished are on the current work completion list given to GM Contracting.

Construction Schedule for this week:

1. Connection Crew (Main road connections): First they will finish all main connection on North side of the lake excluding Connors Pt. Then they will start on Connors Pt. Once Connors Rd is connected they will move to Kerry Ct and Galaway Bay. If time, grinders skipped on Sioux Ln and Sandy Beach Ct will be installed.

2. Drill Crew (Boring Mains and Lateral): They will be drilling laterals on Kerry Ct and Galaway Dr. Then installing the main along Shamrock Dr. If time they will install laterals on Shamrock Dr.
3. Grinder Crew (Installing grinders and connecting laterals): They will be connecting miscellaneous laterals to grinders on the North side and then move to Connors Pt. They will also be pressure testing the rest of DaMar and Laura Ln.
4. Connection Crew (House to grinder): They will be abandoning septic tanks along the North Shore at houses they have connected. Then they will start house connections on DaMar.
1. Landscaping: This crew will be cleaning up and doing restoration work weather permitting.

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

- No Report.

**c. Review Calendar of Events**

- The calendar was reviewed with no changes being made.

**d. Other**

- Art Zuhlsdorf contacted US Bank regarding the type checking account. Several options are available to the District at a lower cost than the current account.

*Resolution 05.132:* Member Fahrforth moved to direct Art Zuhlsdorf to change the checking account to a “Commercial Checking” account. Upon a Second received from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

**8. New Business**

**a. Discuss Public Hearing**

- An Open House will precede the Public Hearing on October 24, 2005.

**b. Discuss Assistant to the Treasurer position**

- Beth Pooley the assistant to the Treasurer will be resigning on January 1, 2006. A replacement will be needed or the duties will have to be outsourced.

**c. Other**

- Discussed payment of the Promissory Notes to the Lake Washington Improvement Association, since the Bond proceeds have been received.

*Resolution 05.133:* Member Kallheim moved to approve payment to the Lake Washington Improvement Association for the Promissory Note dated June 9, 2003 in the amount of \$10,000.00, the Promissory Note dated July 18, 2003 in the amount of \$15,000.00, and the Promissory Note dated September 17, 2003 in the amount of \$15,000.00. Upon a Second received from Robert Bieraugel, the motion passed by a vote of 5 in favor, 0 against, 0 abstained, and 0 absent.

**9. Discuss Agenda for October 24, 2005 Meeting**

- The agenda will be set this week.

**10. Adjournment**

Member Fahrforth moved to adjourn the meeting. The meeting was adjourned at 8:35 p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District