

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
August 13, 2007**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, August 13, 2007, 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 07.68: Member Bieraugel moved to approve the meeting agenda. Upon a second from Art Zuhlsdorf, 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 July 23, 2007 Regular Meeting

Resolution 07.69: Member Bieraugel moved to approve the minutes of the July 23, 2007 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

- None.

b. Vice Chairperson – Larry Maruska

- None.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the beginning balance of the checking account as of August 13, 2007 is \$1,279,230.94.
- Bills totaling \$7,627.20 were reviewed for payment.

Resolution 07.70: Member Zuhlsdorf moved to approve payment of the bills as presented. 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 the bills are paid will be \$1,271,603.74.
- The July 31, 2007 financial statements were reviewed.

Resolution 07.71: Member Zuhlsdorf moved to approve the July 31, 2007 financial reports. 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 Minnesota Rural Water Association information on various seminars.
- Received an application for membership from the Financial Accounting Foundation.
- The book value of the collateral at the Federal Reserve as of July 31, 2007 was \$1,907,065.57.
- Letter received from Scott Michels regarding an additional connection on lot R05.541.0025. The Board directed the secretary to respond to the correspondence.
- Received from Le Sueur County Planning and Zoning, an agenda for the August 9th, and August 15th meetings.

6. Open Forum for Constituents

- None.

7. Old Business

a. System Maintenance

- Mr. Scott St. Pierre, Mechanical Special Projects Manager with Schwickerts is reviewing the invoices with Julie Hiniker for rebilling.

b. Annexation

- Jon Peterson has made an offer to Peggy Peterson, waiting for her reply for annexation.

c. Review Bill Rates

- Discussed a possible rate increase to cover the additional maintenance, and locating expenses.

d. Construction

- Bolton & Menk has completed the final walk through generating a list of issues for GM to complete.

e. Banking

- Member Zuhlsdorf discussed alternatives that First National Bank Minnesota has offered for increasing the interest received for deposited funds.

f. Budget Committee Report

- Members Zuhlsdorf and Bieraugel presented a proposed budget for the 2008 Tax Levy. The committee will continue working on the 2008 Budget.

g. Review Calendar of Events

- The calendar was reviewed changing the dates for the Budget Hearing.

h. Other

- The 2006 Audit has been completed, and forwarded to the State of Minnesota.
- Discussed an ISSS without a permit at Camp Patterson. The Board instructed the Secretary to write a letter to the Camp explaining the permit requirements.

8. New Business

a. Other

- No other new business

9. Discuss Agenda for August 27, 2007 Regular Meeting

- The agenda will be set next week.

10. Adjournment

Member Maruska moved to adjourn the meeting. The meeting was adjourned at 8:24 p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District