

**MIDWAY SEWER DISTRICT
COMMISSIONERS MEETING
AUGUST 13, 2008**

Commissioners Hendrickson, Landon and Koester were present. Also present: Mr. Griffith, Mr. Mr. Crahan, Mr. Grodt, Mrs. Ford, and Mr. Kase.

The meeting was called to order by the President at 9:00 a.m.

Commissioner Koester suggested that the District should include approval of agenda, to the beginning of all future meeting agendas.

M/S/C approving Commissioner Koester's suggestion.

M/S/C approving the minutes of the Meeting of July 23, 2008.

VOUCHERS:

M/S/C approving Maintenance vouchers #0280646 through #0280708 in the amount of \$114,471.31, including special vouchers #0280646 through #0280661 in the amount of \$42,016.92.

Capital Improvement vouchers #0282037 through #0282040 in the amount of \$112,342.23.

Board approval of payment of \$60,948.66 for 28 employees for direct deposit of August payroll.

ADDITIONS:

M/S/C approving additions to accounts receivable as presented.

ADJUSTMENTS:

M/S/C approving adjustments to accounts receivable as presented.

FIRST QUARTER 2008 FINANCIAL STATEMENTS:

The Board reviewed the first quarter financial statements of the District, as prepared by Benson & McLaughlin. It was noted that income was down significantly from the prior year. Most of this decline is attributable to a reduction in interest income.

PROPOSED SALTWATER PARK GENERATOR EASEMENT:

The Manager reported that Mr. Snure had been relatively successful in negotiating changes to the terms of an easement from State Parks to the District for a generator. He recommended executing the easement as is.

M/S/C authorizing the Manager to execute the easement on behalf of the District.

PATRICIA CARPINE'S FAILURE TO CONNECT TO THE SEWER:

The Manager stated that Ms. Carpine failure to connect matter had been tabled at the July 9, 2008 meeting, however a date to reconsider the matter had not been set. Commissioner Hendrickson instructed the Manager to prepare a draft of the Manager's suggested changes to the existing policy, for review at a future meeting.

REPORT ON KING COUNTY INVESTMENT POOL – IMPAIRED INVESTMENTS:

The Manager reported that King County investment pool held 4 impaired investments in their portfolio. The District is a member of the pool and has deposits in the pool. The county has been involved in recovering what value they can from these impaired investments. The county recently completed the recovery of about 63% of the value of funds invested in Cheyne. They have distributed the losses attributable to this investment among the pool members. The District's share of the loss amounts to \$74,110.88. The other impaired investment recoveries remain to be completed.

REPORT ON WASWD RETROSPECTIVE RATING PROGRAM PREMIUM REFUND:

The Manager reported that the District has received a \$12,018.77 refund in Labor and Industries insurance premiums as a result of it's participation in the WASWD Retrospective Rating Program.

KEN KASE'S MANAGER REPORT:

The Manager distributed his written report on his recent activities.

CORDELIA FORD'S OFFICE MANAGER REPORT:

The Office Manager reported that the remittance processing system has been installed and is working well. There have been a problem transferring the deposit to the bank, however that should be resolved soon.

WALT CRAHAN'S COLLECTION SYSTEM SUPERVISOR REPORT:

Mr. Crahan reported on the following:

1. Discussed the recent breakdown of the International dump truck.
2. Informed the commissioners about the failure of a pump at Zenith 1 pump station and the need to replace the pump. Also discussed the fact that many of our stations are getting to the age where the pumps are becoming severely worn and replacement will be required in the future.
3. Described the water line replacement that the sewer crew had performed for the plant thickener building.

JEFF GRIFFITH'S PLANT SUPERVISOR REPORT:

Mr. Griffith had nothing to report.

ENGINEER'S REPORT:

Mr. Grodt reported on the following:

Replace and Upgrade Automatic Transfer Switch, Contract 2008-01: Contractor anticipates cutting over power in the next few days. Construction should be completed by the end of next week.

HVAC Project: Contractor is scheduled to start construction by the end of the week.

COMMISSIONERS COMMENTS:

Commissioner Hendrickson said that there are several upcoming meetings that may need to be rescheduled. He indicated that there are scheduling conflicts with the last meeting in October, both meetings in November, and the last meeting in December. The President instructed the Manager to prepare a resolution providing for several changes to the regular meeting schedule for consideration at the next meeting.

Commissioner Koester suggested that in the interest of boosting employee morale, an employee luncheon meeting should be held where the Board can have the opportunity to express their appreciation of the good work performed by District staff.

M/S/C authorizing an employee appreciation luncheon on September 11, 2008, at Commissioner Koester's residence, to be conducted in two shifts, with half of the staff in attendance at the first shift at 11:00 am and the remaining half in attendance at the second shift at 12:00 pm.

The next meeting will be August 27, 2008, at the District office at 4:00 p.m.

The meeting adjourned at 10:01 a.m.

KEN J. KASE

ATTEST:

VINCENT H. KOESTER - SECRETARY