

**MIDWAY SEWER DISTRICT
COMMISSIONERS MEETING
FEBRUARY 27, 2008**

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

The meeting was called to order by the President at 4:00 p.m.

M/S/C approving the minutes of the Meeting of February 13, 2008.

VOUCHERS:

M/S/C approving Maintenance vouchers #0280135 through #0280170 in the amount of \$32,442.25, including special vouchers #0280135 through #0280139 in the amount of \$605.15. Capital Improvement vouchers #0282009 through #0282010 in the amount of \$67,948.42, including special voucher #0282009 in the amount of \$27,338.42. Salt Air Pre Con vouchers #0284003 through #0284004 in the amount of \$17,978.35, including special voucher #0284004 in the amount of \$10,672.50. Board approval of payment of \$27,622.13 for 23 employees for direct deposit of the March draw.

LIENS:

M/S/C approving the liens as presented.

RELEASE OF LIEN:

M/S/C approving the release of lien as presented.

PUBLIC WORKS TRUST FUND LOAN AGREEMENT FOR SALT AIR HILLS:

The Manager reported that the Public Works Board is preparing their Legislative Loan List bill in anticipation of approval by the Legislature and the Governor. The Public Works Board would like to have as many PWTF loan agreements ready for their execution upon signing the Loan List Bill. The District has a loan request included on the Loan List Bill. He requested authority to sign the Public Works Trust Fund loan agreement number PC08-951-028 on behalf of the District.

M/S/C authorizing the Manager to sign the Public Works Trust Fund loan agreement number PC08-951-028 on behalf of the District.

HRA VEBA PLAN:

The Manager reported that Mike Smolko, the District's representative to the VEBA Service Group, LLC, has suggested the District switch from the practice of having contributions to accounts be made based on a percentage of an employee's pay to a fixed dollar amount. He suggested having a meeting with all the employees with Mr. Smolko in attendance, to describe

the suggested change to the contribution method and to poll the employees on the fixed dollar amount that they desire to have deducted from their pay. Following this meeting a resolution would be brought to the Board, modifying section 312 item 4 of the employee handbook, for their consideration.

M/S/C approving the Managers suggestion.

ATTENDANCE AT THE WASWD 2008 SPRING CONFERENCE AND TRADE SHOW:

The Manager requested authorization to register one Commissioner and up to two employees to attend the Washington Association of Sewer and Water District's 2008 Spring Conference and Trade Show in Vancouver, WA, April 10 & 11, 2008.

M/S/C approving the Manager's request.

UPDATE ON KING COUNTY INVESTMENT POOL'S TREATMENT OF IMPAIRED ASSETS:

The Manager reported that the District is involved with the King County Investment Pool. They invest the money the pool members deposit with King County. In 2007, the Investment Pool made some investments (about 5% of the portfolio) that have become impaired investments. These investments have lost value since they were purchased but their final value has yet to be determined. The County is attempting to minimize any loss of investment value. It appears that the County has acted properly in their investment practices and they are taking prudent actions to protect the investments value.

MANAGER REPORT:

The Manager distributed his written report on his recent activities.

OFFICE MANAGER REPORT:

Ms. Ford had nothing to report.

COLLECTION SYSTEM SUPERVISOR REPORT:

Mr. Crahan had nothing to report.

ENGINEER REPORT:

Mr. Grodt reported on the following:

1. Eelgrass Monitoring – The February qualitative monitoring of the eelgrass has been completed. Approximately 55% of the eelgrass that was planted survived. This was encouraging because of the relatively harsh conditions in the construction corridor. The eelgrass outside the construction corridor appears to be healthy.
2. Automatic Transfer Switch – Design has been started.

The next meeting will be March 12, 2008, at the District office at 9:30 a.m. There will be a Commissioners Workshop on March 10, 2008, at the District office at 9:30 a.m.

The meeting adjourned at 4:23 p.m.

KEN J. KASE

ATTEST:

VINCENT H. KOESTER -SECRETARY