

**MIDWAY SEWER DISTRICT
COMMISSIONERS MEETING
FEBRUARY 10, 2010**

Commissioners Hendrickson, Landon and Koester were present. Also present: Mr. Grodt, Mr. Crahan, Mr. Griffith, Mr. Greg Mockos, Ms. Tracey Stills, Mr. Snure, Ms. Ford, and Mr. Kase.

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

The agenda for today's meeting was approved without modification.

M/S/C approving the minutes of the Meeting of January 27, 2010.

VOUCHERS:

M/S/C approving Maintenance vouchers #300105 through #300152 in the amount of \$120,989.79, including special vouchers #300105 through #300117 in the amount of \$33,568.52. Capital Improvement vouchers #204003 through #204004 in the amount of \$5,454.64. 2008 Public Works Trust Fund voucher #208002 in the amount of \$12,253.06. Board approval of payment of \$66,691.33 for 27 employees for direct deposit of February payroll.

ADDITIONS:

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

ADJUSTMENTS:

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

KING COUNTY INVESTMENT POOL AGREEMENT:

The Manager presented an agreement with King County which provides for the continuation of investment pooling opportunities between the District and the County. The agreement establishes a new fee structure the District will pay the County for the investment pooling services they provide beginning April 1, 2010.

M/S/C approving the King County Investment Pool Agreement as presented.

KING COUNTY CASH MANAGEMENT SERVICES AGREEMENT:

The Manager presented an agreement with King County which provides for the provision of cash management services for the District by the County. The agreement establishes a fee structure the District will pay the County for the cash management services effective April 1, 2010.

M/S/C approving the King County Cash Management Services Agreement as presented.

LETTER TO THE WASWD BOARD OF DIRECTORS:

The Manager presented a letter for Boards perusal, which notifies the WASWD Board of Directors of this District's dissatisfaction with WASWD. The letter brings into question the Midway Sewer District's future membership in WASWD. Each Commissioner signed the letter and instructed the Manager to mail it at the end of the month.

REPORT ON VACANT LAND ADJACENT TO THE 7TH AVE PUMP STATION:

The Manager reported that the land adjacent to and southerly of the 7th Ave. pump station is not currently posted as being for sale. He said that there is a sign announcing some development plans for the site, however a website listed on the sign has been unavailable since June of 2008 and that domain name is for sale. He said that the current owner purchased the two parcels on May 4, 2007 for \$625,000.

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:

1. The bank switching process is almost complete. There are many items that have needed to be changed.
2. The CPA's were at the District office last week working on 2009 Financial Statements.
3. The Office Manager is having some difficulty with reconciliations with the upgraded version of Springbrook. Springbrook is working on it currently.

WALT CRAHAN'S COLLECTION SYSTEM SUPERVISOR REPORT:

Mr. Crahan reported that his crews have successfully installed the new submersible pumps the District purchased for the 260th Street pump station. This pump replacement required a temporary bypass pumping system in order to allow the pump replacement. He also said that his crews have been performing a video inspection of the newly replaced Salt Air Hills sewer system during winter weather to make it easier to find leaks into the system.

JEFF GRIFFITH'S OPERATIONS SUPERVISOR REPORT:

Mr. Griffith reported on the following:

1. The treatment plant lighting replacement project is complete with the exception of the paperwork needed to receive partial reimbursement.
2. The office lighting replacement project remains on hold pending processing of the grant application by Puget Sound Energy.

3. The ultra violet disinfection system needs new lamps and collars and other related replacement parts. The cost of the parts is approximately \$14,000.

M/S/C authorizing the purchase of the needed ultra violet disinfection system replacement parts.

SKIP GRODT'S ENGINEER'S REPORT:

Mr. Grodt reported on the following:

1. Office Generator Project – Electrical engineers continue to work on the project.
2. Infiltration/Inflow Evaluation & Waste-load Assessment– Work on these two reports is progressing.

BRIAN SNURE'S ATTORNEY'S REPORT:

Mr. Snure reported on the following:

Collections:

1. There are 4 delinquent customers in bankruptcy.
2. There are 7 delinquent customers in active foreclosures with one pending sheriff sale.
3. There are 5 delinquent customers in pending foreclosures.
4. There are 17 delinquent customers subject to Trustee sales.

COMMISSIONERS COMMENTS:

Commissioner Hendrickson pointed out that the City of Tacoma now requires side sewer video inspections of properties connected to their sewer system at the time those properties change ownership. He said that this District needs to pursue all available avenues to produce similar laws that would require Midway customers to also perform side sewer video inspections at the time of sale.

Commissioner Koester indicated that he continues to experience slow and unreliable claims processing by the HRA VEBA plan's third party administrator, "Meritain". He instructed the Office Manager to notify the District's HRA VEBA representative of his continued dissatisfaction with the new third party administrator. Commissioner Landon said his claims have also been processed unacceptably slow.

The next meeting will be held on February 24, 2010, at the District office at 4:00 pm.

The meeting adjourned at 9:38 a.m.

ATTEST:

KEN J. KASE

JACK HENDRICKSON - SECRETARY