

LAKE KAMPESKA WATER PROJECT DISTRICT

MINUTES OF MEETING OF BOARD OF DIRECTORS

WATERTOWN, SOUTH DAKOTA

APRIL 7, 2014

12:15 O'CLOCK P.M.

Present at the meeting were directors Bradley D. Johnson, John C. Wiles, Paul I. Hinderaker, Doug Modica, Sarah M. Caron and Gregory K. Blow. Director Ronald R. Shimitz was absent. Also present was secretary-treasurer Paula R. Newman, and Jack Little.

Paul I. Hinderaker presided as chairman and Paula R. Newman acted as secretary.

The chairman called for approval of the minutes of the last meeting on June 24, 2013. Upon motion made by Wiles, seconded by Caron, and carried unanimously, the minutes were approved.

The chairman reported on the gaging contract executed on January 16, 2014.

Paula R. Newman reported on accounting details since April 29, 2013, including corrections to the 2012 ending balances for two certificates of deposit at Great Western Bank:

Account	2012 Balance Reported	2012 Actual Balance	Difference
#xx501	\$162,556.35	\$118,007.06	-\$44,549.29
#xx888	\$177,661.38	\$122,341.44	-\$55,319.94

Newman further reported that after reviewing the 2011 treasurer's report for the period ending December 31, 2011, the treasurer's report for the period ending December 31, 2012, and bank records, she confirmed the errors identified above were mathematical and did not represent any missing funds.

The chairman led discussion about changing the notice posting requirements for meetings of the directors. Specifically, he suggested the policy of posting at Watertown City Hall be eliminated due to reports the box is often full. The District's current policy requires posting at City Hall, Redlin Environmental Center, the office of Lake Kampeska Water Project District, and its website. SDCL 1-25-1.1 requires posting at the Lake Kampeska Water Project District office and website, and with new media upon request. Following discussion and upon motion made by Caron, seconded by Blow, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that the District's policy of posting agendas/notices of meetings of directors in the posting box at Watertown City Hall shall be discontinued.

The chairman stated that the next order of business was to review and discuss the HDR report, dated December 2013, received in response to the District's request for a desktop level request for proposals for dredging Lake Kampeska near Lunkers Restaurant, and for the creation of a marina near Jackson Park. Points of discussion included:

- City of Watertown H2020 Lake Kampeska Committee's meetings in connection with the study. The committee has elected not to pursue the dredging project, but continues its consideration of the marina project.
- Costs
- Funding
- Issues concerning disposal of dredged/excavated soils
- Projected profitability of proposed marina
- Traffic (vehicle and boat) concerns near the proposed marina site
- Concerns about whether proposed areas of dredging near Lunkers would be refilled by wave and flood action
- Comparison of proposed dredging project to project at Lewis and Clark Lake

No action on the report was taken. Discussion was held about whether the report should be posted on the website for Lake Kampeska Water Project District as public information. Upon motion made by Johnson, seconded by Blow, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that a copy of the report in response to the desktop level request for proposals from HDR Engineering, Inc., dated December 2013, concerning costs for dredging Lake Kampeska near Lunkers, and for the creation of a marina near Jackson Park, be posted on its website.

The chairman led discussion about the issue of records storage for the District. The discussion revealed that boxes of historical records for the District are located in multiple locations, including in the possession of Johnson, Hinderaker and Newman, and at the offices for the Upper Big Sioux River Watershed Project. The discussion was tabled for further consideration at a later date.

The chairman led discussion concerning the District's Bylaws. Because the District is governed by South Dakota statutes, Bylaws may not be necessary. No action was taken.

Other discussion held at the meeting included:

The terms of Directors Johnson and Wiles expire in 2014. Wiles delivered his nominating petition in a timely manner. No other petitions were received. Johnson indicated his

willingness to serve another term as director if reappointed by the directors at a later meeting for that purpose.

Modica introduced discussion about the Bronson Dairy. Kris Bronson/Bronson Dairy has published a notice to intent construct an animal feeding operation approximately seven miles south of Ortley in Grant County, South Dakota. On behalf of the Upper Big Sioux River Watershed Project, Roger Foote submitted comments to the South Dakota Department of Environment and Natural Resources. Foote shared the notice and his comments with the board, via email to director Caron, on March 24, 2014. Related to the discussion about the dairy project, Johnson reported that the East Dakota Water Development District will conduct a soil testing project this summer which will include samples near the Bronson dairy site. It is anticipated the results of the study will be shared with the Upper Big Sioux River Watershed Project, which will in turn share it with the Lake Kampeska Watershed Project District.

A program will be presented at the annual meeting of the district scheduled for April 29, 2014. The board will invite Christy Lickei, director of the Codington County Historical Society, to present a program on the history of Lake Kampeska.

Director Caron reported that there are still no federal funds budgeted for the Mahoney Creek dam project. The project has been approved, but not funded. The cost/benefit rating of the Corps of Engineers study on the project is 2.9 out of 5. Caron reported that if the project is not funded within five years of approval, the study may need to be reopened.

There being no further business to come before the meeting, the same was, on motion by Wiles, seconded by Caron, and carried unanimously, adjourned.

Paula R. Newman
Secretary