

**LAKE KAMPESKA WATER PROJECT DISTRICT****MINUTES OF MEETING OF BOARD OF DIRECTORS****WATERTOWN, SOUTH DAKOTA****JUNE 24, 2013****12:15 O'CLOCK P.M.**

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

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 April 29, 2013. Upon motion made by Wiles, seconded by Caron, and carried unanimously, the minutes were approved.

The chairman reported on the recent payment of \$33,333.00 to Upper Big Sioux River Watershed Project, the second installment of a \$100,000.00 funding pledge to Upper Big Sioux River Watershed Project approved by the board on September 21, 2011.

The chairman led discussion about the need to change the address for the principal place of business of the District following the resignation of Ronda Roby as secretary-treasurer. Upon motion made by Johnson, seconded by Caron, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED that the principal place of business of the District shall be changed from 346 North Lake Drive, Watertown, South Dakota 57201, to 25 First Avenue Southwest, Post Office Box 966, Watertown, South Dakota 57201-0966.

The chairman stated that the next order of business was to re-address vacancy of the secretary-treasurer position, that being an office which is not filled by election. At the April 29, 2013, meeting the chairman recommended Paula R. Newman to fill the vacancy. Upon motion made, seconded and carried unanimously, the district retained the services of Paula R. Newman as secretary. The correct title for the position is secretary-treasurer. Upon motion made by Wiles, seconded by Caron, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that the appointment of Paula R. Newman as secretary-treasurer is affirmed.

Paul I. Hinderaker, a notary public commissioned by the State of South Dakota, having previously administered an oral oath of office to directors Doug Modica, Gregory K. Blow

and Sarah M. Caron on April 29, 2013, administered the written oath of office to directors Doug Modica, Gregory K. Blow and Sarah M. Caron.

The chairman led discussion about the conflict between the Bylaws in place for the District, and South Dakota statutes concerning the authorization for banking transactions. To bring the District current with statutes, he stated the chairman and secretary-treasurer should be authorized to direct and execute banking transactions on behalf of the District, instead the current authorization for two directors to conduct banking transactions. He also suggested a new resolution be adopted, authorizing the District to bank with local banks in Watertown, South Dakota, thereby affirming the banking relationships currently in place. Upon motion made by Johnson, seconded by Caron, 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 be authorized to establish accounts at any local bank branch located in Watertown, South Dakota.

Upon motion made by Wiles, seconded by Modica, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that banking transactions, including checking, savings and certificate of deposit accounts, may be conducted for the District upon the signatures of both the chairman and the secretary-treasurer.

The chairman continued discussion concerning the District's Bylaws. Because the District is governed by South Dakota statutes, Bylaws may not be necessary. He suggested that the directors each review the Bylaws in preparation for discussion at a later date about whether the Bylaws should be amended or revoked.

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 Hinderaker, Johnson and Newman, as well as at the offices for the Upper Big Sioux River Watershed Project. A discussion was held concerning assigning a special project to the secretary-treasurer for the purpose of consolidating and reviewing the records for purposes of organizing them and eliminating duplicates. After the completion of that project, consideration could be given to a method for permanent storage. The discussion was tabled for further consideration at a later date.

The chairman initiated discussion of the 2014 budget, which must be submitted to the Codington County Auditor before August 1, 2013. Upon motion made by Wiles, seconded by Modica, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that the fiscal year 2014 budgeted contain the following line items:

ADMINISTRATION COSTS	0.00
Salaries	\$2,400.00
Meetings and Travel	\$500.00
Office	\$2,500.00
Expense/Administration	
Advertising and Public	\$1,000.00
Notices	
Accountant	\$500.00
TOTAL ADMINISTRATIVE	\$6,900.00
PROJECT COSTS	0.00
Water Quality Projects	\$60,000.00
Upper Big Sioux River	\$35,000.00
Water Project	
USGS Gauging	\$6,000.00
Reserve Fund SDCL 46A-	\$5,000.00
18-57.1	
TOTAL PROJECT COSTS	\$106,000.00
TOTAL PROJECT MONEY	\$112,900.00
TAX LEVY REQUEST	\$112,900.00

Director Johnson reported on his continued contacts with personnel at HDR, Inc., concerning estimated costs for requests for proposals for dredging Lake Kampeska near Lunkers Restaurant, and for the creation of a marina in the area of the ponds near Jackson Park on Lake Kampeska. After discussion, and upon motion made by Johnson, seconded by Wiles, and carried unanimously, the following resolution was adopted:

BE IT RESOLVED by the Board of Directors of Lake Kampeska Water Project District that the chairman be authorized to enter into negotiations with HDR, Inc., to secure a desktop level request for proposals for the project of dredging Lake Kampeska near Lunkers Restaurant, and for the creation of a marina in the area of the ponds near Jackson Park on Lake Kampeska. The chairman is authorized to negotiate for services at a cost not to exceed \$10,000.00.

Director Caron reported on a conversation she had with Jeff Greenwald, of the U. S. Army Corps of Engineers, recently. Greenwald explained to Caron that, there currently are no federal funds budgeted for a dam project. However, the Corps has been focused on unfinished projects and does not consider the proposed Mahoney Creek dam to be a dead project.

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

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Paula R. Newman  
Secretary