

South Dakota Ellsworth Development Authority

Telephonic Meeting of the Board of Directors

June 7, 2013
9:00 AM MDT

South Dakota Ellsworth Development Authority Offices

14 St. Joseph Street
Rapid City, SD
SDEDA Conference Room

1. Call to Order: Chairman Burchill called the meeting to order at 9:02 AM MDT
Board members present were: Pat Burchill, Mark Roby, Michael Bender, Kent Mundon, and Bob Sutton. Stanley Porch and Kenny McNenny were absent.

2. Approval of the Agenda

MOTION: Bob Sutton made a motion to approve the agenda. Kent Mundon seconded the motion. The agenda was unanimously approved.

3. Approval of the minutes from the May 1, 2013 board meeting

The minutes were discussed.

MOTION: Mark Roby made a motion to approve the minutes from the May 1, 2013 Board meeting. Michael Bender seconded the motion. The minutes were unanimously approved.

4. Old Business - NONE

5. New Business -

a) Approve Bonds for Interceptor Line

Chairman Burchill introduced the resolution and asked Executive Director Landguth to update the board. Landguth discussed the overall bonds for both the Interceptor and Water Lines as well as the contracts for construction of the Interceptor and water lines that the bonds are funding. Landguth introduced Mr. Meierhenry, bond legal counsel, to review the specifics of the bond. Mr. Meierhenry reviewed the bond section by section and took questions from the members. The board also discussed the financial situation that was previously in the news.

MOTION: Kent Mundon made a motion to the approve Resolution 13-14 as written to issue bonds. Bob Sutton seconded the motion. The motion was unanimously approved by a roll call vote.

b) Approve Bonds for Water Line.

Chairman Burchill introduced the resolution and asked Executive Director Landguth to give an update. Landguth gave a brief update and asked Mr. Meierhenry, bond legal counsel, to review the bonds. Mr. Meierhenry reviewed the bonds and answered member's questions.

MOTION: Michael Bender made a motion to approve Resolution 13-15. Mark Roby seconded the motion. The motion was unanimously approved by a roll call vote.

c) Approve Construction contracts for Interceptor and Water Lines.

Chairman Burchill introduced the resolution and asked Executive Director Landguth to brief the board. Landguth reviewed the bidding process and the bid sheet indicating that Highmark Inc was the lowest bidder. Landguth indicated that the contract was a standard DENR contract. Mr Greg Erlandson, legal counsel, indicated that he had reviewed the contract and it was acceptable. Mr Landguth also reviewed the Dream Design contract and indicated that both contracts were within the amount of the approved SRF bonds. The board discussed the contracts.

MOTION: Bob Sutton made a motion to approve Resolution 13-16 as written. Mark Roby seconded the motion. The motion was unanimously approved by a roll call vote.

d) Approve purchase of properties related to the Compatible Use Project (REPI)

Chairman Burchill introduced the resolution that was discussed at the previous board meeting. Scott Landguth discussed the resolution and that the funding is available via a grant from the State of SD and the Department of Defense Readiness and Environmental Protection Initiative (REPI) grant. The board discussed the resolution.

MOTION: Mark Roby made a motion to approve Resolution 13-17 as written. Kent Mundon seconded the motion. The motion was unanimously approved by a roll call vote.

e) Approve FY2014 Budget

Chairman Burchill introduced the budget and asked Mr. Landguth to review it with the members. Mr. Landguth discussed the funds on hand at year end and the income to fund the budget along with the current shortfall of funds. Me Landguth also reviewed potential income to make up the shortfall. The board discussed the budget and potential income along with mechanism on how to resolve the shortfall if anticipated funding is not realized.

MOTION: Bob Sutton made a motion to approve Resolution 13-18 as written. Mark Roby seconded the motion. The motion was unanimously approved by a roll call vote.

6. Adjournment (9:45 AM MDT)

Michael Bender made a motion to adjourn the meeting. Mark Roby seconded the motion. The motion was approved unanimously.

Minutes Approved:

Chairman Burchill: 