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Minutes of the
Board of Water and Natural Resources
Telephone Conference Call Meeting
523 East Capitol
Pierre, South Dakota

May 16, 2019
10:00 a.m. CST

CALL TO ORDER: The meeting was called to order by Chairman Brad Johnson. The roll was called and a quorum was present.

Chairman Johnson announced that the meeting was streaming live on SD.net, a service of South Dakota Public Broadcasting.

BOARD MEMBERS PRESENT: Brad Johnson, Paul Gnirk, Gene Jones, Jr., and Jerry Soholt.

BOARD MEMBERS ABSENT: Todd Bernhard, Jackie Lanning, and Kathryn Johnson.

OTHERS: Mike Perkovich, Jon Peschong, Andy Bruels, Dave Ruhnke, and Stephanie Riggle, DENR; David McVey, Assistant Attorney General, and Bob Mercer, KELOLAND Media Group.

APPROVE AGENDA: Chairman Johnson approved the agenda.

PUBLIC COMMENT PERIOD: No public comments were offered.

AMEND JUNE 2018 BOARD MINUTES: Dave Ruhnke reported that in June 2018, staff presented an application from the Butte Meade Sanitary Water District. The staff recommended awarding a \$413,000 Drinking Water SRF loan at 2.25 percent interest for 20 years.

In May 2019 while arranging to close the loan, Assistant Attorney General McVey discovered that the meeting minutes from June 2018 reflect that the board adopted a resolution approving a Drinking Water SRF loan for the Butte Meade Sanitary Water District at 2.5 percent interest. Mr. Ruhnke stated that this is a typographical error that needs to be corrected to reflect that the loan was at 2.25 percent interest.

Staff recommended the board amend the minutes of the June 2018 meeting to reflect that the Drinking Water SRF loan to the Butte Meade Sanitary Water District was awarded for \$413,000 at 2.25 percent interest.

Motion by Gnirk, seconded by Soholt, to amend the minutes of the June 2018 meeting to reflect that the Drinking Water SRF loan to the Butte Meade Sanitary Water District was awarded for \$413,000 at 2.25 percent interest for 20 years. A roll call vote was taken, and the motion carried unanimously.

AUTHORIZE REPRESENTATIVES TO PERFORM SPECIFIC DUTIES ON BEHALF OF THE BOARD OF WATER AND NATURAL RESOURCES AND THE SOUTH DAKOTA CONSERVANCY DISTRICT:

Jon Peschong reported that staff has been authorized to perform duties on behalf of the Board of Water and Natural Resources and the South Dakota Conservancy District through a series of forms from the Trustee, U.S. Bank, and designation letters from the Department Secretary. With the investment manager contract with PFM Asset Management ended, the district no longer has an authorized representative(s) designated to select, buy, and sell investments.

Staff has worked with David McVey with the Attorney General's Office to create a document for staff that outlines authorized representative(s) to perform specific duties on behalf of the board and the district. (Authorized Representative document attached to minutes)

Staff recommended the board authorize the chairman to execute the Authorized Representative(s) document outlining authority for staff to perform specific duties on behalf of the Board of Water and Natural Resources and the South Dakota Conservancy District.

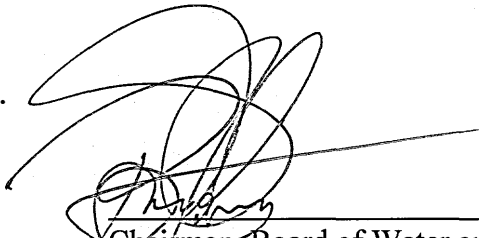
Mr. Peschong and Mr. McVey answered questions from the board.

Motion by Jones, seconded by Gnirk, to authorize the board chairman to execute the Authorized Representative(s) document outlining authority for staff to perform specific duties on behalf of the Board of Water and Natural Resources and the South Dakota Conservancy District. A roll call vote was taken, and the motion carried unanimously.

ADJOURN: Motion by Soholt, seconded by Jones, to adjourn. A roll call vote was taken, and the motion carried unanimously.

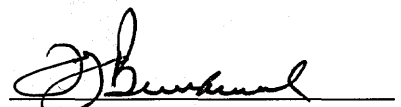
Approved this 27th day of June 2019.

(SEAL)



Chairman, Board of Water and
Natural Resources

ATTEST:



Secretary, Board of Water and
Natural Resources

AUTHORIZED REPRESENTATIVE(S) OF THE SOUTH DAKOTA BOARD OF WATER AND NATURAL RESOURCES AND THE SOUTH DAKOTA CONSERVANCY DISTRICT.

The Secretary of the Department and Authorize Representative(s) listed below are authorized to perform specific duties on behalf of the Board of Water and Natural Resources (the "Board") and the South Dakota Conservancy District (the "District").

1. The following personnel are authorized to sign Loan Disbursement and Administrative Disbursement Orders for the Clean Water and Drinking Water State Revolving Fund Programs.
 - a. Michael Perkovich, Program Administrator
 - b. Andrew Bruels, Engineer Manager I
 - c. David Ruhnke, Grant & Loan Specialist II
 - d. Jonathan Peschong, Grant & Loan Specialist II

2. The following personnel are authorized to sign or approve Uniform Commercial Code filings.
 - a. Michael Perkovich, Program Administrator
 - b. Andrew Bruels, Engineer Manager I
 - c. Jonathan Peschong, Grant & Loan Specialist II
 - d. Stephanie Riggle, Grant & Loan Specialist I

3. The following personnel are authorized to sign IRS forms on behalf of the District in connections with Arbitrage Rebates, Arbitrage Payments, or W9s.
 - a. Michael Perkovich, Program Administrator
 - b. Andrew Bruels, Engineer Manager I
 - c. Jonathan Peschong, Grant & Loan Specialist II

4. The following personnel are authorized to select, buy, and sell investments on behalf of the District for the Clean Water and Drinking Water State Revolving Fund Programs.
 - a. Michael Perkovich, Program Administrator
 - b. David Ruhnke, Grant & Loan Specialist II
 - c. Jonathan Peschong, Grant & Loan Specialist II

5. The following personnel are authorized to direct the Trustee to transfer funds from any account or fund under the Master Trust Indenture to provide flexibility for the Clean Water and Drinking Water State Revolving Fund Programs, including any transfers from time to time as authorized by the Master Trust Indenture. In addition, the following personnel are authorized to direct the Trustee to establish and maintain additional accounts or subaccounts

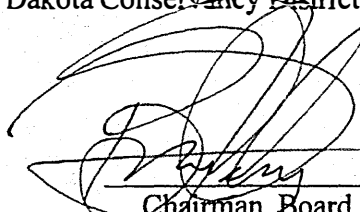
for the purposes described above or to account for allocation of restricted and unrestricted moneys under the Master Trust Indenture.

- a. Michael Perkovich, Program Administrator
- b. David Ruhnke, Grant & Loan Specialist II
- c. Jonathan Peschong, Grant & Loan Specialist II

I hereby certify that the above representative(s) are authorized to act on behalf of the Board of Water and Natural Resources and the South Dakota Conservancy District as specified above.

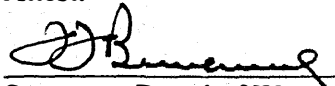
Dated this 16th day of May, 2019

{Seal}



Chairman, Board of Water
and Natural Resources

Attest:



Secretary, Board of Water
and Natural Resources