

Little McDonald-Kerbs and Paul Lakes Improvement District

July 7, 2018 (approved)

Perham Area Community Center

Annual Membership Meeting

Agenda

Call to Order: Jim Nigg called the meeting to order at 9:00.

Introduction of Board Members and Guests: Board members present were Jim Nigg, Joe Esser, Bill Putnam, Glenn Schreier, Ardell Weigandt, Les Konley, Al Bierdeman, Dan Gleason, and Blair Anderson. Guests included Mike Opat and Pat Downs of Moore Engineering and John Shockley of Ohnstad Twichell law firm.

Old Business:

1. Secretary's Report – Approve the 2017 annual meeting minutes.

Motion to approve the 2017 minutes was made by Roger Neitzke. Seconded by Bob Neitzke. Motion Carried.

2. Water Quality and Testing Reports. Secchi Disc Readings:

Paul Lake May: 12 feet, June: 9 feet. Maggie and Trent Swanson

Kerbs Lake May: 16 feet, June 18 feet. Cindy and Larry Mollins

Little Mac. May: 12 feet, June 17 feet. Bonita and Jim Haider

3. Lake Water Levels.

Little Mac Ice Off, May 5, 2018, Lake Level 31.75 inches above OHW

July, 2018, Lake Level, 30.5 inches above OHW – David Wenzel

Paul Lake Ice Off, May 3, 2018, Lake Level – N/A

July, 2018, Lake Level 39.28 inches above OHW – Glenn Schreier

4. Zebra Mussel Testing, RMB Labs. (veliger) 2017 – all negative results for 5 years.
5. Ditch 25 status--assessments are over.
6. Project Engineer's Report- Mike Opat. Mike gave a project update. He explained the pumping flow rates and the filtration system. He also reviewed the past 12 months, explaining the permitting process, bidding process, railroad agreements and insurance, and

contracts awarded. The LMKP pipeline is complete. The LMKP pump station should be ready by mid- August. The common leg pipeline should be ready by mid-August and the Paul Lake connections by September. The operation of the pumps will be dependent upon downstream conditions. The pumps will be operated by Otter Tail County and can be operated during the winter. Mike then presented estimated drawdown scenarios. Many variables factor into it. It has been decided to use the interruptible service electricity rates. The cost will be 35% less than the regular service rates. The pumps can also be operated at lower discharges (i.e. 5cfs) to use less electricity. A maintenance fund has been established for the common leg, with both the DLD and LMKP LIDs contributing. The LMKP LID is also building up a fund for maintenance and future pump replacement. Mike then explained the Right-of-Way situation concerning easements. These easement areas are private property and allow for pipe construction and maintenance only. They do not allow access to lakes or private property. The LMKP LID owns 5 acres around the pump station. The station will be fenced with locked gates and access will be controlled by the LID board. Mike's budget review estimates the project costing \$10.9 million. This does include approx. \$425,000 in contingencies money. The total amount to be assessed to the LMKP LID is likely to be < \$1.5 million. Questions from the audience: Ron Metzger (LM) had a question about ground water levels and ground water quality. Rob Hendrickson (P) asked about the Paul-Rusch connections. The County will operate these connections.

7. Project Coordinator's Report- Pat Downs. Pat gave a thorough project up-to-date expense summary. The funds remaining through June 30 are \$2,141,669.08. Total estimated remaining expenses are \$1,961,186.90. Estimated funds to remain: \$180,482.18.
8. Chapter 429 Report- John Shockley. John went over the 429 bonding process. A meeting will be set up in the near future to address this.
9. Treasurer's report- Bill Putnam. Bill showed and gave out a listing of the 2017 budget and all expenses. He then showed and gave out a listing of 2018 expenses through June 30, 2018. He also presented a listing of reserve funds through June 30, 2018. Dave Wenzel (LM) made motion to approve this budget info. Motion carried.

New Business:

10. Election of New Board Members:

Denny Davidson (P) and Mark Plencner (LM) have been elected to the Board. Jim Nigg has been elected to another term. Joe Esser and Les Konley are leaving the board after serving their 6 year terms. Thanks, Joe and Les, for a job well done! Jerry Otteson (LM) made motion to accept these names. Bill Norris (LM) seconded. Motion carried.

11. Proposed Budget for 2018-2019- Bill Putnam. Bill presented the proposed 2019 budget. The LID assessment is expected to drop from \$112,000.00 to \$70,000.00. Roger Neitzke (LM) made motion to accept this budget. Bill Norris (LM) seconded. Motion carried.
12. Adjourn: Bill Norris (LM) made motion to adjourn the meeting at 10:00. Judy Lightowler (LM) seconded. Motion carried. There were approximately 100 people in attendance.

Please visit the LMKP-LID website (www.lmkp-lid.com) for updated information.

