

## **THESE MINUTES HAVE BEEN PROOF READ BUT NOT OFFICIALLY APPROVED**

Little McDonald, Kerbs, and Paul Lakes Improvement District Meeting Minutes

May 6, 2016, 3:00 P.M. PAAC

Board Members Present: Bill Putnam, Mark Plencner, Ardell Wiegandt, Joe Esser, Les Konley, Jim Nigg. Absent: Glenn Schreier, Dan Gleason, Roger Neitzke

Guests Present: Darrel Nordick and Bob Meyhuber from Little McDonald Lake, Denny Davidson, Paul Lake, Todd Hagen, Municipal advisor for Ehlers, a public finance business, John Shockley, attorney from Ohnstad Twichell Law Firm, Mike Opat and Pat Downs from Moore Engineering.

The meeting was called to order by Jim Nigg, vice chairperson.

### **OLD BUSINESS**

The minutes of the April 8, 2016 meeting of the LID were approved with no additions or corrections. A motion to approve was made by Les K. with a second from Bill P. Motion carried 6-0.

### **Interim Financing**

Todd Hagen explained the \$1,500,000.00 General Obligation Temporary Improvement Bonds series 2016A. The purpose is to temporarily finance the construction of a pump station outlet to the Otter Tail River. The bond will be issued for a three year term, with interest payable every six months. The bond will be subject to prepayment at the discretion of the LID at anytime. The LID has made initial contact with Dougherty and Co. to act as the placement agent for the loan funds from banks. The term sheet will be available the week of May 9. The June 3, LID board meeting award the sale of bonds with the estimated closing date of June 15, 2016. Interest rate will be 1.09% with the all inclusive cost of 1.55%. A motion made by Ardell W. with a second from Joe E. to establish interest payments dates of August and February. Motion carried 6-0.

Joe E. made a motion to roll interest (capitalized interest) into the General Obligation Bond. Second from Ardell W. Motion passed 6-0.

Bond dollars will be deposited in an interest bearing checking account at the United Community Bank in Perham. Joe E. will set up the account with the bank officials.

A motion was made by Bill P. with a second from Les K. to approve a resolution providing for the sale of \$1,500,000.00 General Obligation Temporary Improvement Bonds, Series 2016A. Motion carried 6-0

## **429 Committee Report**

The committee will review two properties located in the southwest area of Little McDonald Lake. The parcel owners requested their property be reviewed. This will be conducted in May.

## **Land Acquisition Report**

Appraisals are expected soon of four parcels so offers can be extended or finalized with these landowners. Discussions have taken place with six land owners with two more expected next week.

## **New Business**

### **Treasurer's Report**

Three additional items were added to the report for invoices from the PACC, an interest payment and for the tent caterpillar spraying deposit. \$37,689.53 of invoices from Moore Engineering, Onhstad Twichell and Blondo Consulting (archeology phase two) were submitted to the county for approval using state bond dollars. Motion to approve the treasurer's report was made by Joe E. with a second from Les K. Motion carried 6-0.

The short term financing line of credit from United Community Bank was set to expire on May 1, 2016. A motion was made by Ardell W. with a second from Les K. that the short term financing, line of credit, from United Community Bank be extended to 2017. Motion carried 6-0.

## **Land Acquisition**

The committee has recommended to the board that in the event that impass results from negotiations with land parcel owners that a third party, Evergreen, be used as an immediate mediation agent.

## **Board Members Terms**

Terms for three board members will expire in 2016. Mark Plencner has served two terms and cannot be re-elected. Glen Schreier and Ardell Wiegandt have served one term and are eligible to be elected again. The ballot of candidates will be finalized at the June 3 meeting.

### **Project Coordinator's Report**

Pat Downs stated that the bill payment with the county using state bonding dollars is working well. Appraisals on four parcels of land did not arrive at the time of the May 6, meeting. These appraisals are needed so the amounts can be applied toward state bonding dollars and to finalize contracts.

### **Project Manager's Report**

Mike Opat reported that DNR permitting continues. Pat Lynch, Fergus Falls DNR, has checked with DNR officials as to the status of the well information submitted to the DNR. The report continues to be under review and we will receive this when the report is available.

### **Archeology**

The phase two study of the Dan Happel site has indicated that the site and project is larger than expected and will require further archeology work. Blondo Consulting will finalize its report and it appears that additional site work may delay the project outlet progress. More information will be available at the June meeting. These expenses qualify for state bonding dollars. Bob Meyhuber asked if dirt will be moved this fall and Mike indicated that at this time it is difficult to say until the archeology issue is settled.

Motion to adjourn made by Les K. ,second Joe E. carried 6-0 meeting adjourned at 4:13.

Next meeting: June 3, 2016, 3:00 P.M., PAAC

July 9, 2016, 9:00 A.M., PAAC

Freeze up, Dec. 27, 2015 Little Mac lake level +31.92 inches OHW

Ice off, April 6, 2016 (-1.2 inches over winter) + 30.72 inches OHW

May 6' 2016 Little Mac is presently at + 32.5 inches OHW +1.68 in. since ice off

