



***Tuesday, December 13, 2011***  
***Prior Lake City Hall***  
***3:00 PM***

Members Present: Craig Gontarek, William Schmokel, William Kallberg, Greg Aamodt & Bruce Thorsen

Staff Present: Mike Kinney, District Administrator  
Nat Kale, District Technician  
Emily Javens, Water Resources Engineer  
Amy Tucci, Administrative Assistant  
Chuck Holtman, District Attorney, Smith Partners  
Carl Almer, District Engineer

Others Present: Ross Bintner, City of Prior Lake  
Barbara Marschall, Scott County  
Steve Mattson, Northland Securities  
Ralph Teschner, Investment Consultant

1. **CALL TO ORDER/PLEDGE OF ALLEGIANCE:** Meeting called to order by President Craig Gontarek at 3:05 PM.
2. **PUBLIC COMMENT:** None
3. **APPROVAL OF AGENDA:** Manager Kallberg moved to accept the agenda. Second by Manager Aamodt. All ayes.
4. **CONSENT AGENDA:** Manager Schmokel moved to accept the consent agenda. Second by Manager Kallberg. All ayes.

#### **INVESTMENT POLICY**

Mr. Teschner addressed the Board going through the preliminary Investment Policy handout. He concurred in several final revisions recommended by counsel. After some discussion and questions, it was decided that a special meeting would be necessary to work through everything. Manager Kallberg made a motion to incorporate counsel revisions and defer further discussion to a special meeting to be scheduled. Second by Manager Gontarek. All ayes.

Mr. Mattson stated that pursuant to prior Board direction, he will place five District investments maturing after December 31, 2017, into governmental money market funds unless instructed otherwise.

### **EOR UPDATE**

Carl Almer provided updates on current projects, recent actions and any next actions. A written report was also provided. Carl reviewed efforts on iron chloride system reconfiguration and discussions with the Minnesota Pollution Control Agency. Mr. Kinney added that MPCA concurrence is being sought to allow continued operation in 2012 while the reconfiguration is implemented. Manager Schmokel would like long-term MPCA approval to operate. Board directed staff to move forward toward requesting variance and issuing design request for proposals for options 1A, 1B and 2.

Carl addressed the Carp Management Strategy which was carried over from the November 2011 Board meeting. An updated strategy was presented with additional information the Managers had requested regarding radio tagging. Manager Kallberg moved to approve using the proposed contractors as indicated, with an annual review of the program budget based on progress achieved. Second by Manager Gontarek. All ayes.

### **EDUCATION UPDATE**

Written information was provided by both MN Waters and SCWEP with updates. Mike Kinney briefly spoke to each. Manager Kallberg moved to authorize the Administrator or President to sign an agreement with Minnesota Waters not to exceed \$10,000 for the proposed work. Second by Manager Aamodt. All ayes.

### **DISTRICT PROGRAMS & PROJECTS UPDATE**

Nat Kale provided both written and verbal updates on current projects, showing current progress and any impending actions.

### **2012 WORKPLAN**

The final draft was presented for approval. Manager Aamodt moved to approve the Workplan. Second by Manager Kallberg. All ayes.

### **COLLABORATIVE STUDY DRAFT**

A copy of the draft was included in the Board materials. Mike Kinney asked the Board to review and give him feedback. Mr. Kinney requested that two Managers sit down with him and go through recommendations for goals and what we would like to see. Next SCALE meeting to discuss the Collaborative Study is set for January 13, 2012 at City Hall.

### **LETTERS OF INTEREST**

A summary of all professional service vendors was provided at the November regular Board meeting and was redistributed again with the selected vendor highlighted. Mike Kinney requested

the Board approve Mike and/or Manager Gontarek to go ahead and sign contracts for 2012/2013. Manager Kallberg moved to accept EOR (Engineering), Smith Partners (Legal), Messerli & Schadow (Accounting), Abdo, Eick & Meyers (Audit) and Blue Water Science (Ecological) professional services for years 2012/2013. Manager Gontarek recused himself. Second by Manager Aamodt. Approved 4-0 (Manager Gontarek abstaining).

**Administrator's Report**

A written report was provided.

Meeting adjourned at 5:40.

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Bill Schmokel, Secretary