

LINCOLN PIPESTONE RURAL WATER SYSTEM

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SPECIAL MEETING MINUTES

The Lincoln Pipestone Rural Water (LPRW) System Board of Commissioners met via conference call on Friday, June 5, 2009 starting at 1:00 p.m. Chairman Bill Ufkin called the meeting to order with Commissioners Rod Spronk, Earl DeWilde, Mitch Kling, Jan Moen, Jerry Lonneman, Frank Engels, Henry Van Dyke, Joe Weber and Ken Buysse present. Commissioner Norris Peterson was absent. Also present on the call were DGR engineers, Darin Schriever and Seth Swanson; Board Attorney, Ron Schramel; Field Superintendent, Tom Muller; and CEO, Dennis Healy. The purpose of the meeting was to review and act on bids for the Jackson Nobles Water Supply Project.

Darin Schriever provided an overview of the Schedule 1 – 12-inch Transmission Pipeline, and the Schedule 2 – Rushmore Elevated Water Storage Tank bids.

Eleven bids were received for the Schedule 1 – 12-inch Transmission Pipeline work, and the low bid was received from Winter Brothers Underground at \$1,989,005.30. Shriever recommended acceptance of the bid subject to USDA Rural Development concurrence and satisfaction of bid conditions by the contractor. M/S/P Spronk/Kling to accept the Winter Brothers bid for \$1,989,005.30 subject to USDA Rural Development concurrence and satisfaction of bid conditions by the contractor.

Four bids were received for the Schedule 2 – Rushmore Elevated Water Storage Tank, and the low bid was received from CB&I with a base bid of \$1,643,000.00 for either a Composite Welded Steel Tank or a Single Pedestal Tank. Additional bid items to upgrade the interior and exterior coatings were also reviewed. Shriever indicated that there was very little difference overall between the tank styles, and the additional bid items were overpriced except for additional bid item 3A to upgrade the exterior coating on the Composite Welded Steel Tank. Schriever recommended acceptance of the CB&I bid subject to USDA Rural Development concurrence and satisfaction of bid conditions by the contractor. M/S/P Engels/Buysse to accept the CB&I bid for a Composite Welded Steel Tank \$1,643,000.00 including additional bid item 3A for \$12,000.00 subject to USDA Rural Development concurrence and satisfaction of bid conditions by the contractor.

Joe Weber asked about the policy on crop damage payments on rented land, and Healy reported that crop damages are paid to the landowner who is encouraged to pass the payment on to the renter. Various aspects of the issue were discussed, and will be discussed further at the next Board meeting. M/S/P Weber/Engels to authorize the LPRW staff to work with the landowner and renter at question in Pipestone County and to allow 2/3 of the crop damage payment to be paid directly to the renter if the landowner will not cooperate.

M/S/P Lonneman/Spronk to adjourn the meeting at 2:20 p.m.

Dennis Healy, Recorder