

LOCAL DEVELOPMENT FINANCE AUTHORITY

Draft Minutes of the LDFA

Thursday, March 25, 2010
8 a.m.

City of Cadillac Municipal Complex Conference Room

- Introductions of New Members
Jim Peterson, citizen at-large and County Commissioner Beck.

Beck advised how he has been assigned to the Michigan Association of Counties, and attends monthly meetings in Grayling. Beck further advised how he was elected as Vice-President of an Environmental Regulatory Affairs Committee that meets in Lansing.
- Public Comment
None
- Approval of Minutes of March 19, 2009 (Attachment I)
A motion was made by D. Benson and seconded by Briggs. Motion was approved unanimously.
- LDFA Annual Report (Attachment II)
Presented for informational purposes by the Jeff Dietlin, Director of Utilities. The report included financial statements, and there were no comments.
- Operation Update
Dietlin presented a PowerPoint presentation that provided an overview of the LDFA, but focused on the construction of a \$100K telemetry system. Dietlin proposed moving the construction into the budget for 2011 since it did not occur in 2010.

Dietlin also clarified revenue sources coming from the TIF.

A general discussion then ensued, and involved the following components regarding Dietlin's presentation:

- Explanation of green tan tiers in the PowerPoint. The Green pays 2/3rds and Tan pays 1/3rd. D. Benson inquired if it was based on acreage. Dietlin advised that if that assessment is not enough, the Green tier pays at a higher rate, based on the number of acres in the tier, and that the City & Schools are exempt.

- Dietlin advised that the LDFA treated 860 million gallons, a slight increase from last year, due to a “wet” year, and that 1,193 pounds of Volatile Organic Chemicals were removed and are below detection limits currently on the discharge.
- Dietlin also advised that with respect to Soil Vapor Extraction, none have been detected since 2001, and that we’re in the process of closure procedures with TetraTech/Geotrans, and consultants are recommending that we do not start it up this year.
- With respect to current activities, Dietlin advised that the National Pollutants Discharge Elimination System Discharge Permit expires, and that we need to start the process for a new one in order to receive a new permit in 2011.
- Dietlin further advised that the EPA sampled private wells in Haring, and required institutional controls such as requiring the hook up to a municipal water system. At this time Haring has not yet complied. D. Benson commented that the subdivision behind St. Anns is the location the EPA desired that they do the hook ups.
- Dietlin addressed the audit, and stated that the VOC plume may be fully captured by the existing extraction system, that the cleanup of hexavalent chromium may have been achieved, and that the Extraction CR(VI) taking place at wells 1-5; objectives are being met. Further stated, once the well fields relocate, standards will likely change for the City and it will be a lesser standard since the standard won’t be set for drinking water quality.

Peterson commented that it is not an exact science of what is occurring, and that there are many theories and conflicting geology, especially with respect to the AAR Plant.

Beck commented that the Landfill plume is also heading northwest, and D. Benson advised of a shallower aquifer to the northeast, but that there is a lot of drainage and the plume is heading northwest. Dietlin added that obstacles might adjust the direction of the plume.

- Dietlin advised that Rexair is still operating their clean-up system, and that AAR won their lawsuit. Beck mentioned a 30-day appeal period. Rexair

There being no further business to discuss, the meeting adjourned at approximately 9:00 a.m.