Approval of Prior Board Minutes

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Jeff W. Robinson Joseph D. Barry Patricia Boddy
Dawn M. Carlson Eric W. Johnson

MINUTES
IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND PROGRAM

May 25, 2011

COMMISSIONER'S CONFERENCE ROOM
IOWA INSURANCE DIVISION, 330 EAST MAPLE STREET
DES MOINES, IOWA

Douglas M. Beech called the Iowa UST Board meeting to order at 10:01 A.M. A quorum was present, with the following Board members present:

Joseph Barry
Jake Friedrichsen (for Michael Fitzgerald)
Wayne Gieselman (for Roger Lande)
Karen Andeweg
Eric Johnson (telephonically)
Jeff Robinson

Also present were:

David Steward, Attorney General's Office
Scott Scheidel, Administrator
James Gastineau, Program Administrator's Office
Elaine Douskey, Department of Natural Resources

APPROVAL OF PRIOR BOARD MINUTES

The minutes from the April 28, 2011 Board meeting were reviewed. Mr. Friedrichsen moved to approve the minutes, and Mr. Gieselman seconded the motion, and by a vote of 6-0, the minutes were approved.

(Mr. Jeff Robinson, arrived after the minutes were approved, at 10:03 am.)

CLOSED SESSION

Mr. Beech noted there were no matters dealing with litigation for discussion in closed session pursuant to Iowa Code Chapter 21.

PUBLIC COMMENT

There were no comments from members of the public present at the meeting.

BOARD ISSUES

A. Legislative Update

Mr. Scheidel noted the regular legislative session was scheduled to end last month, however had not yet adjourned. Mr. Scheidel noted bills of interest are on budget bills, regarding diversions from 2010 session, would allow those diversions not yet used to carry-forward to subsequent years. Mr. Scheidel noted that one bill of interest, now awaiting action, is SF 531 that would make several changes to the biofuels industry. Division VII of this bill would also affect the Board as it changes the transfer of funds from the DOT funds from $4.25 million to $3.5 million per calendar quarter with the remaining $750,000 per quarter being directed to the Renewable Fuels Infrastructure fund. Mr. Scheidel noted he has worked with Mr. Robinson on projections, and even when taking into account a modest increase for inflation, the diversion would not seem to disrupt the cash-flow of the Board from meeting its mission. Mr. Scheidel noted that the cash flow projections are based on historical measures and may change into the future.

Mr. Scheidel noted that as discussed in the prior meeting he attempted to have language inserted into the bill which would change the diversion to a measure that would require the Board enter into an agreement with the Renewable Fuels Infrastructure Board so as to provide funding of no less than $1 million and no more than $3 million annually for the next 3 fiscal years so that the mission of the Board could be ensured. Mr. Scheidel noted he had met with the leadership of both houses and had believed a gentlemen's agreement had been reached for the placement of the language into the bill as the language would have allowed both the Board and the RFIB to meet their mission. Mr. Scheidel noted the bill moved forward without the language, and now awaits the Governor's approval. Mr. Scheidel noted that if the Board still had an interest, further attempts could be made to modify SF 531, by placing an amendment in one of the remaining bills needed to reconcile the legislative session.

Mr. Beech inquired as to the will of the Board on this matter. Mr. Johnson inquired as to the measure and if the Board pushed forward, would it have an effect. Mr. Scheidel noted that leadership seemed to understand the rationale for the amendment but noted that those who are to receive the funding may present the biggest hurdle as they may not want the Board to act as a clearinghouse to control funding. Mr. Scheidel noted it was not the Board's intent or desire to act on individual funding requests but only to ensure that the Board's mission is met prior to regular transfers of funds to the other board. Mr. Scheidel noted that if the language is written that requires the Board to provide funding, that it would seem to meet all interests. Mr. Beech noted that providing funding is not the issue but the mechanism for the funding. Mr. Beech noted if the funding allocation is modified for $3 million this year, future years may include more modifications resulting in fewer dollars allocated to the program.

Mr. Johnson inquired that if the leadership is in support of the language but did not act on it, what else might go on. Mr. Scheidel noted that since the bill had already passed one chamber there was a concern that an amendment may affect the whole bill if it had to be re-routed for further review. Mr. Johnson made a motion that Mr. Scheidel should

continue to pursue the amendment to have the Board provide funding through an agreement rather than the change in allocations. Mr. Friedrichsen seconded the motion, and Mr. Beech then asked for discussion on the motion.

Mr. Gieselman noted his agreement to the motion. Mr. Friedrichsen noted if leadership seems agreeable to the measure, then the Board should certainly pursue the act. Mr. Norris (PMMIC), a member of the public, inquired as to how the diversion may affect the Board's mission. Mr. Scheidel noted it was not a diversion but rather a change in the allocation which would continue for all future fiscal years. Mr. Scheidel noted the change would not seem to affect current cash flow based on recent historical payments however as claims develop over time future payments could be uncertain. Mr. Scheidel also noted that current language in the bill would continue to provide $3 million annually to the RFIB and also noted that the $17 million allocation to the Board was also set to continue. Mr. Scheidel noted the sunset date is on the EPC collection charge which is directed to the road use fund; the allocation to the Board however has no sunset date. Mr. Beech noted the amendment limits the agreement funding to 3 years, rather than the open ended funding as provided by the current legislation. Mr. Scheidel also noted the proposed amendment would not give the Board any authority to make decisions about grants recipients but only set the requirement that the Board must enter an agreement to provide funding after the Board has ensured that such a transfer of funds would not impair the ability of the Board to meet its obligation.

Mr. Beech asked if any input was needed and hearing none, asked for the will of the Board. All members stated Aye, except Ms. Carlson who noted she would abstain from the vote. Ms. Carlson also asked if others representing petroleum marketers should abstain. Mr. Steward noted that one should abstain if they are provided a direct benefit by the vote, for example, if funding was being provided to DNR, Mr. Gieselman should abstain. Mr. Steward also noted that the membership of the Board was set up to include representative owners of petroleum companies and that the benefits being considered are intended for the general public. If a Board member, whether a representative for a company or for a specific site stood to benefit more than a member of the general public then they should perhaps abstain from the vote. Mr. Beech inquired if he were to abstain if that would affect the quorum. Mr. Scheidel noted abstentions do not affect a quorum. Mr Beech noted he too would abstain from the vote. The measure passed on a vote of 4-0, with two abstentions.

B. <u>ARC 9640B Adopt and File – Tank Closure Rules</u>

Mr. Scheidel provided notice that the two sets of rules presented in the Board packet were published in the Iowa Administrative Code Bulletin and that no comments were received regarding the notice. The first set of rules presented was in response to 2010 legislation which modified the funding provision for the removal of underground storage tanks from a site in Iowa. Mr. Scheidel noted that language in the recent legislation broadened the provision under which a tank owner could secure funding but also placed a limit on funding of $15,000 for the activity. Mr. Scheidel noted that the rules were written to provide funding not only for those instances in which a tank was out of

compliance with DNR regulations or was otherwise required to be removed pursuant to DNR regulations but also in those cases where a tank owner chose to remove a tank system before the tank system becomes out of compliance with DNR regulations. Mr. Scheidel noted this last provision broadened the scope of the rules but was done so as to prevent the hazards that may arise should a tank owner allow a system to become out of compliance. Mr. Scheidel noted that no comments were received regarding the rules.

Mr. Gieselman inquired if the rules presented were in compliance with Executive Order 71. Mr. Scheidel noted that the rules were in compliance. Mr. Beech commented that his company was not in favor of the rules as the scope of activity is not consistent with the mission of the Board. Mr. Scheidel noted that the language for the change in legislation was largely driven by the Department. Mr. Gieselman noted his approval of the rules.

Ms. Carlson recommended approval of the rules as presented. Mr. Barry seconded the motion. By a vote of 5-1, the motion passed.

C. ARC 9461B Adopt and File – ILO Co-Pay Waiver Rules

Mr. Scheidel noted the second set of rules presented relates to the copayment waiver legislation of which staff has already implemented as the statute was very clear and effective upon signing. Mr. Scheidel noted that the statute language required that claimants who are not responsible parties have any copayment waived. Mr. Scheidel noted in the rules that the modification applies only to two of the four categories of the Innocent landowner claims, specifically those who acquired a property after October 26, 1990 and was not a prior owner or operator of the tank system, and those who had been determined eligible based on a release attributed to a pre-regulation tank system.

Mr. Gieselman inquired again as to whether these rules were in compliance with Executive Order 71, and Mr. Scheidel noted the rules were in compliance.

Ms. Carlson recommended approval of the rules as presented. Mr. Friedrichsen seconded the motion. By a vote of 6-0, the motion passed.

D. Ongoing Claim Review Update

Mr. Scheidel presented the list of the low risk remedial claims that have been examined by staff trying to determine the status of the project sites. Mr. Scheidel noted that in the list, several had been marked as "OE?" and were thought to be candidates for a potential excavation to remove contamination. Mr. Gastineau noted that staff from GAB was contacting the owners and last known groundwater professionals of the sites listed as inactive in order to determine why no action had been completed.

Ms. Carlson asked if Board could put into place a requirement that a groundwater professional provide an opinion as to the status and possible endpoint of work at a site so as to narrow down the projected timeframes provided on the list. Mr. Scheidel noted that

the Board could place such a requirement on groundwater professionals as to what we expect although that requirement would not translate into a requirement from the Department. Mr. Scheidel also noted that consultants could be asked to provide such a recommendation with any requests for future funding and it was expected such requests would increase due to the changes provided in recent legislation.

Mr. Beech noted that he would have his staff review the status of the Casey's sites and asked others to do the same. Mr. Robinson inquired as to the status on one of the sites listed, H&W Motor Express, for which no data had been provided. Mr. Gastineau noted the list provided was just a review of the first 89 low risk sites and that the 6 sites listed at the bottom of the second page would be reviewed in the next month. Mr. Robinson noted his curiosity since a large excavation had been conducted at the site in the past with the soils delivered to the American Soils processing plant. Mr. Gastineau noted he would complete a review of this site.

Mr. Beech inquired as to whether the review has resulted in any traction moving the sites forward. Mr. Gastineau noted the work had resulted in activity on several sites and noted the Department was copied on the contacts so they too could pursue action. Mr. Scheidel noted as sites are reviewed and a determination is made that the site could be a candidate for active remediation that Board input will be sought for each case regardless of funding authority. Mr. Scheidel noted that these sites will generally present a difficult situation for example if monitoring is being conducted annually at a cost of $1000, would an excavation cost of $50,000 or $100,000 be reasonable. Ms. Carlson noted that those decisions are exactly what the Board should be acting upon and Mr. Scheidel concurred. Mr. Scheidel noted such decisions could certainly affect cash flow projections and provides reinforcement to the idea that the funding stream be maintained.

Mr. Scheidel noted as the last group of sites is reviewed, staff would review the lists to identify sites of concern and to identify some groups where actions could be taken to move the sites toward closure.

E. Class C Operator Training – RFI Update

Mr. Scheidel noted the RFI was presented as a follow-up to the discussion from last month in which it was explained the purpose of the RFI was to seek input from vendors on there products. Mr. Scheidel noted that the RFI was reviewed based on Ms. Carlson's comments and revised to reflect the need to secure information on vendors training capabilities in addition to possible services to track those who have been trained. It was noted the RFI was issued the day before and responses were due by early July with the hope that the material could be discussed at the July Board meeting.

F. DNR Update

Ms. Douskey, Supervisor of the DNR Underground Storage Tank Section, provided an update on the status of the sites currently being worked on. Ms. Douskey noted there are about 1099 open LUST sites, of which 603 are classified high risk, 318 are classified low

risk, and 77 are classified no action required with free product. Ms Douskey also noted that a about 100 have not yet been classified. Ms. Douskey noted 105 sites have been classified NAR in this Federal fiscal year, which began October 1, 2010.

Ms. Douskey noted that the database for UST operational inspections is almost complete and will be tested in the near future. One concern noted during the development was a space limitation as site photos will be collected and updated with each inspection and estimates place the amount of space needed at approximately 40 GB per month. Ms. Douskey also noted that the ARRA funding which had been awarded to the Iowa Department of Natural Resources was nearing an end, with all work to be completed by September 30, 2011. Ms. Douskey noted an update on the status of work and the sites finished would be provided at the July meeting.

PROGRAM BILLINGS

Mr. Scheidel presented the current monthly billings to the Board for approval.

1. Aon Risk Services $94,333.33
   Consulting Services – June 2011 ($55,333.33)
   Claims Processing Services – June 2011 ($39,000.00)

2. Iowa Attorney General's Office $5,546.25
   Services provided for Underground Storage Tank Program
   April 2011 billing

In a motion by Mr. Barry and a second by Mr. Friedrichsen all billings were approved by a vote of 6-0.

MONTHLY ACTIVITY REPORT

Mr. Scheidel noted a continuing tend down in number of open claims to the current number of 867. Mr. Scheidel noted the number of corrective action meetings continues to increase and the number of NFA re-openings also continues to increase slightly each month. Mr. Scheidel noted the number of Operators trained as Class A & B Operators stands at 1645 with $94,400 remaining available for vendors in this fiscal year.

Mr. Scheidel noted that in the financials that the balance of the Revenue Fund has been steadily growing since semi-annual debt service payments were discontinued while the balance of the Unassigned Revenue fund has decreased from the transfers out by other state agencies thus creating the need to transfer funds between the two accounts. Mr. Scheidel noted that at the request of the Treasurer's office $8.5 million was transferred between the funds. Mr. Scheidel also noted that approximately $11 million remains to be transferred to other agencies.

Mr. Norris, PMMIC, interjected and asked a question related to the reserve balances noted on the activities report. Mr. Norris noted that the reserve balances were approximately $41 million and that with $11 million remaining to be paid, projected

allocations of $14 million a year for the next 5 fiscal years (through 2016), the sum total of the fund over time should be approximately $81 million. Mr. Scheidel concurred but noted that the reserves are a snapshot of the projected activities today and if the Board were to approve more work on low risk sites, reserves could increase. Mr. Scheidel also noted that the Board has a statutory authority to create a trust fund for the Department to provide funding for work on non-funded sites, sites with mixed releases, or future NFA sites. Mr. Scheidel also noted that the reserves are only for the claims currently known and does not take into consideration other expense that the Board has or may have in the future.

ATTORNEY GENERAL'S REPORT

Mr. Steward noted he had no issues for Board matters at this time.

CLAIM AUTHORITY

Mr. Gastineau presented the following claim authority requests:

1. Site Registration 8811406 – Mohr's Standard, Bettendorf

Mr. Gastineau provided information noting that the facility is classified high risk due to proximity to private drinking water wells. The site also has free product present in one monitoring well. The Department has approved of a monitoring only approach while free product recovery continues.

Costs incurred at the site to date are $85,358.18, and the present claim reserve is $125,000. Projected costs for site monitoring and continued free product recovery are $30,000 to $70,000. Additional authority to $150,000 was requested for the site.

Mr. Gieselman motioned to approve the claim authority, and Ms. Carlson seconded the motion. Approved 6-0.

2. Site Registration 8601125 – Seeley Soil Co., Logan (2nd Board report)

Mr. Gastineau provided information noting that the facility is classified high risk for the vapor pathways and for water lines. A remediation pilot test was completed however results are inconclusive. Mr. Gastineau noted the parties have agreed that a large excavation is the best option but noted that the excavation may require substantial shoring to protect nearby resources.

Mr. Gastineau noted prior Board approval was granted in September 2007 for authority up to $350,000; the costs incurred at the site to date are $167,133.45 and the present claim reserve I $575,000. Project costs for the excavation and future monitoring are $525,000 to $575,000+. Additional authority of $300,000, for a total authority to $650,000 was requested for the site.

Mr. Gieselman motioned to approve the claim authority, and Mr. Friedrichsen seconded the 6-0.

3. Site Registration 8606553 – Casey's Marketing Co., Beacon

Mr. Gastineau provided information noting that the facility was classified as a low risk site for the vapor pathways and attempts at passing soil gas to clear the receptors classifications have failed. The groundwater professional has recommended a limited excavation of approximately 60 yards however in our view an excavation of 200 to 300 years will be needed. Prior to implementation of the excavation additional soil sampling will be collected to verify plume size and to determine if excavation is needed. It is anticipated all work could be completed within a $30,000 to $40,000 range.

Costs incurred at the site to date are $82,162.25 and the present claim reserve is $110,000. Projected costs for the excavation and future monitoring are in the range of $20,000 to $50,000. Authority to $120,000.00 was requested for this site.

Ms. Carlson motioned to approve the claim authority, and Ms. Gieselman seconded the motion. Mr. Beech abstained from the vote. The measure passed on a vote of 5-0

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CONTRACTS ENTERED INTO SINCE THE FEBRUARY 25, 2011 BOARD MEETING

Mr. Scheidel noted no contracts had been signed since the April 28th, 2011 meeting.

OTHER ISSUES

Mr. Scheidel noted that the next meeting of the Board was set for Thursday, July 14, 2011 and would include the annual strategic planning session. Mr. Gastineau noted that the Grimes Farm Conservation Center near Marshalltown was the planned location and noted maps to the facility would be provided with the next Board packet.

CORRESPONDENCE AND ATTACHMENTS

Mr. Beech asked if there was any further business, and there being none, Mr. Friedrichsen moved to adjourn, and Mr. Barry seconded the motion. By a vote of 6-0, the Board adjourned at 10:58 a.m.

Respectfully Submitted,

Scott M. Scheidel
Administrator

Closed Session

Discussion of Pending and Imminent Litigation

Public Comment Period

Board Issues

A. Legislative Update

Iowa Underground Storage Tank
Financial Responsibility Program

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Eric W. Johnson Karen Andeweg Roger Lande Dawn Carlson Jeff W. Robinson

ΦΦΦ MEMO ΦΦΦ

TO: **Iowa UST Board**

FROM: Scott Scheidel

DATE: June 30, 2011

RE: 2011 Legislative Session

This Legislative Session ended on June 30th just in time for the start of the new Fiscal Year. As a final report on the session, the only outstanding item from last month was the status of SF531 and any potential changes.

SF531—This bill made several changes to the renewable and biofuels statutes. The section that directly affected the Board is Division VII. This section changed the quarterly transfer of monies that the Board receives from $4,250,000 to $3,500,000 with the $750,000 difference being deposited in the Renewable Fuel Infrastructure Fund. This bill passed both the House and the Senate and was signed into law by the Governor.

As the Board directed last month, I provided optional language that would have still provided for the funding, but after this Board evaluated the effect annual transfers would have on the UST Board's mission for possible inclusion into the Standings Bill. Once SF531 was done, there was little will to change it. Many of the constituents who supported SF531 did not have a desire to change anything that was a part of it.

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263
Toll Free: 877-312-5020 Fax: 515-225-9361

B. 12 Month Meeting Schedule

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Eric W. Johnson Karen E. Andeweg Roger L. Lande Dawn A. Carlson Jeff W. Robinson

ΦΦΦ MEMO ΦΦΦ

TO: **UST Board Members**

FROM: Scott Scheidel

DATE: July 1, 2011

RE: Board Meeting Dates

The Board has set a meeting schedule for the fourth Thursday of each month except during the months of January, February, March and April, in which alternate dates were to be selected on Mondays or Fridays where possible to accommodate the legislative session. This memo is to set the tentative dates for Fiscal 2012. The meeting dates will still be confirmed at the meetings two months prior and immediately prior. The tentative schedule for the next 12 months is:

- Thursday, August 25, 2011
- Thursday, September 22, 2011
- Thursday, October 27, 2011
- Tuesday, December 6, 2011
- Friday, January 27, 2012
- Friday, February 24, 2012
- Friday, March 23, 2012
- Friday, April 27, 2012
- Thursday, May 24, 2012
- Tuesday, July 10, 2012 (Annual Strategic Planning Session – off-site)

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263
Toll Free: 877-312-5020 Fax: 515-225-9361

C. Fiscal 2012 Budget

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
BUDGET FISCAL 2012

UST REVENUE FUND 471(Bonding)		*FY12 Budget*
Balance of Fund, June 30, 2011	**$**	**9,290,721.00**
Receipts:		
Tank Management Fees FY10	$	-
	$	-
Motor Vehicle Use Tax/ DOT	$	14,000,000.00
Intra State Transfers		
Interest Income - Capital Reserve Fund		
	$	14,000,000.00
Disbursements:		
Bond Interest Payment	$	-
Bond Principal Payment	$	-
Transfer to Innocent Landowner Fund FY10	$	7,000,000.00
Transfer to Innocent Landowner Fund FY11	$	-
Transfer to Unassigned Revenue Fund FY11	$	9,000,000.00
Transfer to Remedial Non-Bonding Fund FY10	$	7,000,000.00
Transfer to Remedial Non-Bonding Fund FY11	$	-
	$	23,000,000.00
Balance of Fund, June 30, 2012	**$**	**290,721.00**

UST UNASSIGNED REVENUE FUND 450 (Non-Bonding)		
Balance of Fund, June 30, 2011	$	4,701,809.63
Receipts:		
Request for Proposal Fees		
Copying Fees		
Fines & Penalties	$	10,000.00
Refund/Overpayment	$	-
Transfer From UST Revenue Fund 471	$	9,000,000.00
Intra State Fund Transfers Received (from Loan Guarantee)	$	276,905.54
Amort / Accretion	$	-
Buys/Sells	$	-
Interest Income	$	25,000.00
	$	9,311,905.54
Disbursements:		
UST Administrator's Fees	$	1,100,000.00
Attorney General's Fees	$	65,000.00
Attorney's Fees: Cost-Recovery Administration		
Cost Recovery Expense (Lien Filings, Overpayment Refunds)	$	150.00
Actuarial Fees		
Auditor of the State Fees	$	5,100.00
Bond Trustee's Fees - Bankers Trust	$	-
Claim Settlement	$	-
Custodial Fees - BONY	$	-

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
BUDGET FISCAL 2012

Department of Revenue (DAS) EPC Collection Fees	$	5,000.00
Environmental Protection Charge Refunds		
Inspection & Appeals Service Fees	$	-
Iowa Finance Authority Expenses		
Legal and Professional Fees	$	-
Professional Services - Owner/Operator Training	$	250,000.00
Postage / Printing / Miscellaneous	$	100.00
Professional Admin Services (Investments)	$	-
Rebate		
Tank Closure Claims	$	500,000.00
Travel Expenses-UST Board Members	$	700.00
Warrant Float Expense		
28E Agreement--DNR Plume Study	$	500,000.00
28E Agreement--NFA certificate sites	$	500,000.00
28E Agreement - RBCA (DNR Staff Training & Development)		
28E Agreement - DNR UST Section Funding - FY10	$	-
Statutory Transfer to DNR - FY11 (recurring)	$	200,000.00
Statutory Transfer to DNR - FY11 (database upgrades)	$	100,000.00
Statutory Transfer to Dept of Ag - FY11	$	250,000.00
Statutory Transfer to HHS - FY11	$	-
Statutory Transfer to Regents - FY11	$	-
Statutory Transfer to RIIF - FY11	$	-
Statutory Transfer to State Foundation for Schools - FY11	$	-
Statutory Transfer to Sac and Fox Tribe - FY11	$	-
Statutory Transfer to Taiwan Trade Office - FY11	$	-
Statutory Transfer to Dept of Human Rights - FY11	$	-
Statutory Transfer to DAS - FY11	$	-
Statutory Transfer to Dept of Public Health (Bd of Pharm)-FY11	$	-
Statutory Transfer to School for the deaf - FY11	$	-
Statutory Transfer to Iowa braille and sight saving school - FY11	$	-
Statutory Transfer to DAS for autism costs - FY11	$	-
Statutory Transfer to Dept of Ed - vocational rehab - FY11	$	-
Statutory Transfer to Dept of Human Services - FY11	$	-
Statutory Transfer to Dept of Commerce (Ins Div) - FY11	$	-
	$	3,476,050.00
Balance of Fund June 30, 2012	**$**	**10,537,665.17**

UST REMEDIAL NON-BONDING FUND 208

Balance of Fund, June 30, 2011	$	2,476,236.34
Receipts:		
Remedial Refunds	$	-
Misc. Income - (i.e. Eligibility Settlements)		
Interest Income		
Intra State Fund Transfers Received (from 471)	$	7,000,000.00
	$	7,000,000.00
Disbursements:		
Retroactive Claims	$	700,000.00

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
BUDGET FISCAL 2012

Remedial Claims	$	6,000,000.00
Intra State Fund Transfers Paid		
Balance of Outdated Warrants		
	$	6,700,000.00
Balance of Fund June 30, 2012	**$**	**2,776,236.34**

UST MARKETABILITY FUND 478

Balance of Fund, June 30, 2011	$	717,263.77
Receipts:		
Interest	$	50,000.00
	$	50,000.00
Disbursements:		
	$	-
Balance of Fund June 30, 2012	**$**	**767,263.77**

UST INNOCENT LANDOWNERS FUND 485

Balance of Fund, June 30, 2011	$	3,789,762.08
Receipts:		
Cost Recovery	$	-
ILO Refunds		
Intra State Fund Transfers Received (from 471)	$	7,000,000.00
Transfer from Marketability Fund		
	$	7,000,000.00
Disbursements:		
Cost Recovery Reimbursement		
Cost Recovery Global Settlement		
Other Contractual Services		
Intra State Fund Transfers Paid (to Unassigned Revenue)	$	-
AG - Cost Recovery Expenses		
Global Settlement Claims	$	75,000.00
Innocent Landowner Claims	$	1,500,000.00
Balance of Outdated Warrants		
	$	1,575,000.00
Balance of Fund June 30, 2012	**$**	**9,214,762.08**

UST LOAN GUARANTEE FUND 238 (Non-Bonding)

Balance of Fund, June 30, 2011	$	276,905.54
Receipts:		
Loan Application Fees		
Interest Income	$	-
	$	-
Disbursements:		
Transfer to Unassigned Revenue Fund	$	276,905.54

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
BUDGET FISCAL 2012

Payments on Loan Losses	$	-
	$	276,905.54
Balance of Fund June 30, 2012	**$**	**-**

UST CAPITAL RESERVE FUNDS 614 (Bonding)

Balance of Fund, June 30, 2011		$0.00
Receipts:		
Proceeds From Issuance of Bonds		
Disbursements:		
Balance of Fund June 30, 2012		**$0.00**
Combined UST Capital Reserve Fund Balances, June 30, 2012		**$0.00**
TOTAL FUND BALANCES, June 30, 2012	**$**	**23,586,648.36**

FOOTNOTES:

Note 1: Funds labeled "Bonding" were created as a result of the issuance of UST Revenue Bonds. Disbursements from Funds are restricted by the Revenue Bond indenture.
Funds lableled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

D. Fiscal 2012 Attorney General Agreement

COPY

AGREEMENT

This Agreement is entered into on this 23rd day of May, 2011, by and between the Department of Justice [hereinafter the Department] and the Underground Storage Tank Fund, [hereinafter the Fund], for the fiscal year 2012.

PARTIES

1. The Department is headed by the Attorney General, a constitutionally created elected official, whose duties are delineated in chapter 13 of the Iowa Code.

2. The Fund is a body created by statute and delegated powers in its enabling act and other related statutes.

DUTIES

1. The Department shall provide legal services to the Fund pursuant to chapter 13 of the Iowa Code through one or more attorneys within the Department.

2. Attorneys who provide legal services under this Agreement are subject to the supervision and direction of the Attorney General for all purposes.

   A. The Attorney General shall make all assignments of attorneys to the Fund based on the available resources within the Department.

   B. The Attorney General shall retain authority to determine compensation, conduct performance evaluations, determine the priority of work assignments and direct the work of all assigned attorneys.

PAYMENT

1. Payment by the Fund for legal services performed by the Department shall be based on an estimate of the total annual value of the legal services which includes, but is not limited to: the attorney time devoted to the agency; the difficulty of the legal work required; and the provision of support staff in the performance of the legal services.

   A. The Fund shall pay approximately $65,000 to the Department for legal services for fiscal year 2012.

B. The Department shall bill the Fund for legal services monthly on a IET transfer document.

2. The Fund shall pay all travel and miscellaneous expenses incurred in the performance of legal services in addition to the amount specified for legal services. The Department shall obtain prior approval from the Fund before incurring travel expenses.

A. Travel expenses include all expenses incurred by attorneys in relation to attending agency meetings, prosecuting contested case hearings and prosecuting or defending litigation, excluding tort claim defense.

B. Miscellaneous expenses include expert witness fees and expenses, deposition costs, copying costs, costs of supplies and other costs associated with the provision of legal services to the Fund. The Fund shall pay a maximum of $500 in Westlaw charges for the fiscal year. The Department shall pay any West law charges in excess of $500.

Julie F. Pottorff
DEPUTY ATTORNEY GENERAL

UST FUND

5-17-11
DATE

DATE

E. Contractor Selection – USTCA

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Eric W. Johnson Karen E. Andeweg Roger L. Lande Dawn A. Carlson Jeff W. Robinson

TO: Iowa Comprehensive Petroleum Underground Storage Tank Fund Board

FROM: Scott Scheidel

DATE: July 1, 2011

RE: RFP: USTCA 1104-01: State of Iowa Closure Contract Project

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Background

The Iowa Comprehensive Petroleum Underground Storage Tank Fund Board (Board) in conjunction with the Iowa Department of Natural Resources (DNR) entered into a 28E agreement in September 2010 to allow the Board to use its authority to seek vendors so as to assist the DNR in meeting its regulatory goals to have corrective action performed at UST sites where DNR has determined corrective action is needed and either there is no responsible party able to pay for the needed corrective action or the responsible party is recalcitrant in undertaking the needed corrective action or UST system removal. Services to be provided are limited to 'corrective action' activities such as site checks, UST closures, RBCA investigations, monitoring reports, monitoring well closures, and corrective action addressing emergency situations. Additional services may be provided at the Board's discretion to either DNR selected sites or Board funded sites. Expenditures are subject to cost recovery in those instances where such action is determined appropriate.

This project is a continuation of similar projects which have been in effect since the late 1990's. DNR continues to identify sites which are not eligible for funding or where the responsible owner or operator is either unable to pay or is recalcitrant in performing the necessary activities. In the prior contract periods, more than 130 sites have had work preformed and many of these have attained regulatory closure. For the current project, a few sites are pending for work to be completed.

The 28E agreement was written for a two-year period, subject to 4 one-year renewals and included an initial funding provision of up to five hundred thousand dollars ($500,000.00) to be used the intended tasks. It is expected that the funding will be sufficient to meet the immediate needs.

Recommendation

The RFP for the pending project was issued on April 15, 2011. Seven bids were submitted in a timely manner and each was determined to be responsive and technically sound. The bids were independently reviewed and scored, with the scores then averaged. For part of the cost evaluation, the reviewers applied the proposed rates to an "example" project for

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263
Toll Free: 877-312-5020 Fax: 515-225-9361

comparison purposes. Bids for the "example" projects ranged from a low of $54,180 to a high of $80,822. The scores for the bids are as follows:

Firm Name	Technical Score	Cost Score	Total Score	"Example" Cost
Barker Lemar Engineering	66.45	28.43	94.9	$55,756
Seneca Environmental	66.58	26.48	93.1	$60,318
Apex Companies	65.65	24.22	89.9	$67,957
Geotek Engineering & Testing	68.75	20.52	89.3	$80,822
Terracon Consultants, Inc.	64.48	23.48	88.0	$66,597
Trileaf Corporation	56.50	28.60	85.1	$57,408
ATC Environmental	53.75	30.00	83.8	$54,180

Based on a review of the technical merit and costs, we recommend contracts be awarded to Barker, Lemar Engineering Consultants and Seneca Environmental Services, Inc.; the two firms evaluated to have the highest overall scores.

C: Elaine Douskey, DNR
Sandi Porter, GAB

All Bidders:
Apex Companies LLC
ATC Associates, Inc.
Barker Lemar Engineering Consultants
Geotek Engineering & Testing Services
Seneca Environmental Services, Inc.
Terracon Consultants, Inc.
Trileaf Corporation

F. Class C Operator Training – RFI Update

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Eric W. Johnson Karen E. Andeweg Roger L. Lande Dawn A. Carlson Jeff W. Robinson

MEMORANDUM

To: UST Fund Board
From: James Gastineau
Date: July 6, 2011
Subject: Request for Information - - UST Operator Training / Tracking System

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In 2010 legislation, the Board was tasked with the mission to administer a program to provide underground storage tank (UST) operator training in the State of Iowa. The purpose of the training is to assist owners and operators of UST facilities comply with Department of Natural Resources (DNR) rules to improve operations and ultimately improve regulatory compliance.

DNR rules outline 3 classes of operators that must be trained: Class A, Class B, and Class C. **Class A** operators have primary responsibility to operate and maintain the UST system. **Class B** operators implement the regulatory requirements and standards in the field; and the **Class C** operator, an employee at the site, is the first line of response to events indicating emergency conditions. Class A and B operators must be trained by a DNR approved trainer, while Class C operators may be trained by Class B operators. DNR rules require designated operators complete training by **December 31, 2011**. In implementing this provision, the Board is authorized to expend $250,000 per year.

For Class A and Class B Operator training, the Board entered into an agreement with each of the five DNR approved Class A and Class B trainers to provide reimbursement under a set of conditions. As of June 30, 2011, we have been notified that 1,739 individuals have been trained as Class A and Class B operators. No information however has been gathered on how many have been trained as Class C operators.

In May 2011, an RFI was issued to seek information on availability of vendors who could provide a mechanism for the purpose of providing a one-stop location for the administration and tracking of Iowa UST Operators and where possible, for training of Class C Operators. Responses were due July 6, 2011 and were received from 5 firms. A preliminary review shows each of the 5 firms has indicated the ability to provide a tracking system and 4 of the firms indicated an Iowa approved Class C Operator training program. An in-depth review of the responses will be completed and information will be shared with the Board at the July 14, 2011 meeting.

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263
Toll Free: 877-312-5020 Fax: 515-225-9361

G. DNR Update

Approval of Program Billings

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Jeff W. Robinson Roger Lande Dawn Carlson Eric W. Johnson Karen Andeweg

MEMORANDUM

TO: UST Board Members
FROM: Scott Scheidel
DATE: July 5, 2011
SUBJECT: Summary of Bills for Payment

NOTICE

The following is a summary of UST bills requiring Board approval for payment:

1. Aon Risk Services.....$94,333.33
   Consulting Services for July 2011 -- $55,333.33
   Claims Processing Services for July 2011-- $39,000.00

2. Aon Risk Services.....$94,333.33
   Consulting Services for August 2011 -- $55,333.33
   Claims Processing Services for August 2011-- $39,000.00

3. Iowa Attorney General's Office.....$8,622.32
   Services provided for Underground Storage Tank Program
   May 2011 Billing

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263
Toll Free: 877-312-5020 Fax: 515-225-9361

Risk Services | AON

Iowa Comprehensive Petroleum

Invoice No. 9500000090836

Iowa Comprehensive Petroleum
Underground Storage Tank Fund
2700 Westown Pkwy, #320
West Des Moines IA 50266 USA

Aon Risk Services Central, Inc.
fka Aon Risk Services, Inc. of Nebraska
Insurance Services CA License No OE16975
2700 Westown Parkway
Suite 320
West Des Moines IA 50266
(515) 267-9101 FAX (515) 267-9045

Client Account No.	Invoice Date	Currency	Account Executive
10756349	May-16-2011	US DOLLAR	Scott Scheidel

Named Insured	Service Term	Trans. Eff. Date	Description	Amount
Iowa Comprehensive Petroleum	Jan-01-2011 - Jan-01-2012	Jul-01-2011	Renewal - Service Fee	
			Service Fee	55,333.33
			Consulting Expense	39,000.00
			TOTAL INVOICE AMOUNT DUE	94,333.33

Comments
Installment 7 of 12

TO AVOID POTENTIAL DISRUPTION IN COVERAGE, PLEASE PAY IMMEDIATELY.
For Wire instructions, contact your Account Executive.

Please see reverse side for statement regarding Aon compensation.

Please detach here. Top portion is for your records, bottom portion to be returned with your payment.

Client Account No.	Invoice No.	Invoice Date	Currency	Amount Due
10756349	9500000090836	May-16-2011	US DOLLAR	94,333.33

Iowa Comprehensive Petroleum
Underground Storage Tank Fund
[illegible] Westown Pkwy, #320
[illegible] Des Moines IA 50266 USA

Send remittance to:

Aon Risk Services Central, Inc.
Aon Risk Services Companies,Inc.
75 Remittance Drive - Suite 1943
Chicago IL 60675-1943

Risk Services | AON

Iowa Comprehensive Petroleum

Invoice No. 9500000091338

Iowa Comprehensive Petroleum
Underground Storage Tank Fund
2700 Westown Pkwy, #320
West Des Moines IA 50266 USA

Aon Risk Services Central, Inc.
fka Aon Risk Services, Inc. of Nebraska
Insurance Services CA License No OE16975
2700 Westown Parkway
Suite 320
West Des Moines IA 50266
(515) 267-9101 FAX (515) 267-9045

Client Account No.	Invoice Date	Currency	Account Executive
10756349	Jun-15-2011	US DOLLAR	Scott Scheidel

Named Insured	Service Term	Trans. Eff. Date	Description	Amount
Iowa Comprehensive Petroleum	Jan-01-2011 - Jan-01-2012	Aug-01-2011	Renewal - Service Fee	
			Service Fee	55,333.33
Comments			Consulting Expense	39,000.00
Installment 8 of 12				
			TOTAL INVOICE AMOUNT DUE	94,333.33

TO AVOID POTENTIAL DISRUPTION IN COVERAGE, PLEASE PAY IMMEDIATELY.
For Wire instructions, contact your Account Executive.

Please see reverse side for statement regarding Aon compensation.

Please detach here. Top portion is for your records, bottom portion to be returned with your payment.

Client Account No.	Invoice No.	Invoice Date	Currency	Amount Due
10756349	9500000091338	Jun-15-2011	US DOLLAR	94,333.33

Iowa Comprehensive Petroleum
Underground Storage Tank Fund
Westown Pkwy, #320
Des Moines IA 50266 USA

Send remittance to:

Aon Risk Services Central, Inc.
Aon Risk Services Companies,Inc.
75 Remittance Drive - Suite 1943
Chicago IL 60675-1943

IOWA ATTORNEY GENERAL'S OFFICE

Hoover State Office Bldg - 2nd Floor
Des Moines, Iowa 50319-0141

Invoice Date: 06/02/11

JUN 2011
RECEIVED
Aon Risk Services

Buyer: **Aon Risk Services**
2700 Westown Pkwy, Ste 320
West Des Moines, IA 50266
Attn: Scott Scheidel

Seller: **Iowa Attorney General's Office**
Hoover State Office Bldg - 2nd Floor
Des Moines, IA 50319-0141

Services For: Assistant Attorneys General
Period of Service: May FY2011

Please use the following accounting information for (IET) transfer/payment:

Document Number	Account Coding					Description	Amount
	Fund	Agency	Org	Sub Org	Rev Source		
112AG060211027	0001	112	2301		0285		$ 8,622.32

Please direct billing questions to Karen Redmond at (515)281-6362.

UST
3,085.70
2,460.55
3,085.70

(9.63)

8,622.32

Iowa Attorney General's Office
Invoiced Services

Billing Period:	**May 2011**
Billing Total:	**$8,622.32**
DSS @ 22%	$1,287.97
TDB @ 18%	$992.98
RCH @10%	$404.82
CLJ @12%	$399.93
Payroll: 04/28/11	$3,085.70
DSS @ 22%	$1,052.47
TDB @ 18%	$862.36
RCH @10%	$287.47
CLJ @12%	$258.25
Payroll: 05/12/2011	$2,460.55
DSS @ 22%	$1,287.97
TDB @ 18%	$992.98
RCH @10%	$404.82
CLJ @12%	$399.93
Payroll: 05/26/2011	$3,085.70
Imputed Income Reimbursement	$9.63
	($9.63)
	$8,622.32

DSS = David Steward **22%**
Dave is our Asst Attorney General who provides the Board with legal counsel, drafts agreements and settlements with other State agencies and claimants.

TDB = Timothy Benton **18%**
Tim is our other Asst Attorney General who provides the Board with the coordination of administrative hearings on UST Fund claim denial appeals, as well as the negotiation of any settlements.

RCH = Richard Heathcote **10%**
Rich is a phD hydrogeologist who consults for the Board by reviewing claim files and DNR records to assist in the determination of technologies used at sites. Rich reviews site files for the usage of RBCA Tier 3 reports; he also reviews proposals for CRP's or special projects.

CLJ = Cindy Jacobe **12%**
Cindy is a legal secretary for the Environmental/UST Division of the Attorney General's Office located in the Lucas Building.
Cindy completes status reports and maintains appeal files for UST claimants with regard to their UST Fund benefits' eligibility.

Monthly Activity Report and Financials Reviewed

A. May Activity Report

Iowa UST Fund
Monthly Activities Report

May-11

Claims	Open Claims April Ending	Open & Closed Monthly Net Changes	Open Claims May Ending	Open & Closed Totals since Inception
RETROACTIVE				
number	45	0	45	444
reserve	$1,853,502.72	($21,312.20)	$1,832,190.52	$1,846,480.01
paid	$6,919,247.23	$6,312.25	$6,925,559.48	$16,105,375.36
	$8,772,749.95	($14,999.95)	$8,757,750.00	$17,951,855.37
REMEDIAL				
number	632	(10)	622	4,443
reserve	$31,227,864.60	($18,981.65)	$31,208,882.95	$31,209,818.95
paid	$84,460,996.01	($347,432.37)	$84,113,563.64	$194,565,815.71
total	$115,688,860.61	($366,414.02)	$115,322,446.59	$225,775,634.66
INNOCENT LANDOWNER				
number	190	1	191	1,091
reserve	$7,069,374.10	$470,028.56	$7,539,402.66	$7,539,402.66
paid	$11,567,125.98	$86,972.44	$11,654,098.42	$25,461,798.50
total	$18,636,500.08	$557,001.00	$19,193,501.08	$33,001,201.16
GLOBAL OPT-IN				
number	168	(6)	162	1,291
reserve	$973,187.25	($33,556.58)	$939,630.67	$939,630.67
paid	$1,316,502.52	($44,002.76)	$1,272,499.76	$9,328,759.10
total	$2,289,689.77	($77,559.34)	$2,212,130.43	$10,268,389.77
UNASSIGNED REVENUE FUND PROJECTS				
number	0	0	0	188
reserve	$0.00	$0.00	$0.00	$0.00
paid	$0.00	$0.00	$0.00	$2,455,839.75
total	$0.00	$0.00	$0.00	$2,455,839.75
NFA RE-EVALUATIONS				
number	17	0	17	25
reserve	$653,145.31	($15,935.60)	$637,209.71	$637,209.71
paid	$114,354.69	$15,935.60	$130,290.29	$326,007.35
total	$767,500.00	$0.00	$767,500.00	$963,217.06
TANK PULLS				
number	29	2	31	52
reserve	$183,809.75	($4,410.70)	$179,399.05	$179,399.05
paid	$0.00	$0.00	$0.00	$202,558.38
total	$183,809.75	($4,410.70)	$179,399.05	$381,957.43

RT Claims	#
New	0
Reopened	0
Closed	0

RM Claims	#
New	0
Reopened	0
Closed	10

ILO Claims	#
New	1
Reopened	0
Closed	0

GS Claims	#
New	0
Reopened	0
Closed	6

PROJ Clms	#
New	0
Reopened	0
Closed	0

Invoice Type Totals	May	FYTD	Program to Date
2004 Tank Pull	0.00	25,047.09	$ 1,761,013
2010 Tank Pull	35,656.15	206,778.38	$ 171,122
American Soils	0.00	0.00	$ 5,678,423
AST Removal	0.00	0.00	$ 2,121,490
AST Upgrade	0.00	0.00	$ 5,460,479
CADR Charges	6,152.50	47,394.64	$ 4,179,642
Corrective Action	(21,687.17)	81,723.08	$ 51,065,895
Expenses (OT)	7,800.00	159,000.00	$ 151,200
Free Prod Recover	46,053.10	450,400.36	$ 8,688,586
Monitoring	109,920.86	1,430,939.76	$ 23,876,306
Operations/Maint	51,337.07	468,448.45	$ 8,461,463
Over-excavation	24,440.72	730,056.06	$ 25,144,281
Plastic Water Lines	0.00	6,988.46	$ 1,690,829
Post RBCA Evals	2,160.50	11,745.85	$ 164,998
RBCA	38,769.35	250,228.18	$ 25,254,904
Remed Imp/Const.	98,333.24	1,026,931.48	$ 24,671,148
SCR Charges	0.00	0.00	$ 54,185,400
Site Check	0.00	6,711.75	$ 133,952
Soil Disposal	0.00	0.00	$ 670,827
Tank (UST) Pull	0.00	0.00	$ 5,124,422
Tank (UST) Upgrade	0.00	0.00	$ 5,891,655
Tier III	0.00	12,085.82	$ 1,174,852
Utilities	51,107.68	204,034.67	$ 1,401,040
Well Closure	16,073.08	194,890.51	$ 2,913,359
Total Invoice Types	466,117.08	5,313,404.54	$ 260,037,287

Budgets Approved to Date		
last month	1	$7,395
Trailing 12 mos	41	$2,030,992
Prev Trail 12 mos	27	$1,337,237
Total Since Jan 2003	1,000	$39,084,880

Project Contracts	Open	Closed	Pending
CRP's	13	33	0
Tank Closure	0	5	2
Plastic Water Line	0	2	0

Corrective Action Meetings	
Scheduled:	12
Completed:	1,033
MOA's	471

Operator Training (FY11)	
# trained (A/B)	1739
Paid	$164,700.00
Balance	$85,300.00

B. June Activity Report

Iowa UST Fund
Monthly Activities Report

Jun-11

Claims	Open Claims May Ending	Open & Closed Monthly Net Changes	Open Claims June Ending	Open & Closed Totals since Inception
RETROACTIVE				
number	45	(1)	44	444
reserve	$1,853,502.72	($66,249.59)	$1,787,253.13	$1,801,542.62
paid	$6,919,247.23	($46,750.36)	$6,872,496.87	$16,122,143.02
	$8,772,749.95	($112,999.95)	$8,659,750.00	$17,923,685.64
REMEDIAL				
number	632	(23)	609	4,443
reserve	$31,227,864.60	($316,698.23)	$30,911,166.37	$30,909,648.37
paid	$84,460,996.01	($2,094,693.90)	$82,366,302.11	$194,946,747.23
total	$115,688,860.61	($2,411,392.13)	$113,277,468.48	$225,856,395.60
INNOCENT LANDOWNER				
number	190	(3)	187	1,091
reserve	$7,069,374.10	$441,938.70	$7,511,312.80	$7,511,312.80
paid	$11,567,125.98	$154,559.30	$11,721,685.28	$25,550,774.92
total	$18,636,500.08	$596,498.00	$19,232,998.08	$33,062,087.72
GLOBAL OPT-IN				
number	168	(8)	160	1,292
reserve	$973,187.25	($35,957.34)	$937,229.91	$937,229.91
paid	$1,316,502.52	($73,194.62)	$1,243,307.90	$9,349,915.94
total	$2,289,689.77	($109,151.96)	$2,180,537.81	$10,287,145.85
UNASSIGNED REVENUE FUND PROJECTS				
number	0	0	0	188
reserve	$0.00	$0.00	$0.00	$0.00
paid	$0.00	$0.00	$0.00	$2,455,839.75
total	$0.00	$0.00	$0.00	$2,455,839.75
NFA RE-EVALUATIONS				
number	17	1	18	26
reserve	$653,145.31	$11,074.40	$664,219.71	$664,219.71
paid	$114,354.69	$18,925.60	$133,280.29	$328,997.35
total	$767,500.00	$30,000.00	$797,500.00	$993,217.06
TANK PULLS				
number	29	4	33	59
reserve	$183,809.75	($32,689.75)	$151,120.00	$151,120.00
paid	$0.00	$0.00	$0.00	$247,698.17
total	$183,809.75	($32,689.75)	$151,120.00	$398,818.17

RT Claims	#
New	0
Reopened	0
Closed	1
RM Claims	**#**
New	0
Reopened	1
Closed	25
ILO Claims	**#**
New	0
Reopened	0
Closed	3
GS Claims	**#**
New	0
Reopened	2
Closed	5
PROJ Clms	**#**
New	0
Reopened	0
Closed	0

Invoice Type Totals	June	FYTD	Program to Date
2004 Tank Pull	0.00	25,047.09	$ 1,761,013
2010 Tank Pull	45,949.79	252,728.17	$ 171,122
American Soils	0.00	0.00	$ 5,678,423
AST Removal	147.34	147.34	$ 2,121,490
AST Upgrade	0.00	0.00	$ 5,460,479
CADR Charges	5,964.18	53,358.82	$ 4,179,642
Corrective Action	(57,087.40)	24,635.68	$ 51,065,895
Expenses (OT)	8,900.00	167,900.00	$ 151,200
Free Prod Recover	56,017.16	506,417.52	$ 8,688,586
Monitoring	131,675.62	1,562,615.38	$ 23,876,306
Operations/Maint	42,478.60	510,927.05	$ 8,461,463
Over-excavation	65,961.43	796,017.49	$ 25,144,281
Plastic Water Lines	0.00	6,988.46	$ 1,690,829
Post RBCA Evals	2,526.00	14,271.85	$ 164,998
RBCA	53,964.40	304,192.58	$ 25,254,904
Remed Imp/Const.	58,358.18	1,085,289.66	$ 24,671,148
SCR Charges	0.00	0.00	$ 54,185,400
Site Check	0.00	6,711.75	$ 133,952
Soil Disposal	0.00	0.00	$ 670,827
Tank (UST) Pull	16,420.50	16,240.50	$ 5,124,422
Tank (UST) Upgrade	0.00	0.00	$ 5,891,655
Tier III	13,290.02	25,375.84	$ 1,174,852
Utilities	15,487.84	219,522.51	$ 1,401,040
Well Closure	21,711.67	216,602.18	$ 2,913,359
Total Invoice Types	481,765.33	5,794,989.87	$ 260,037,287

Budgets Approved to Date		
last month	3	$171,850
Trailing 12 mos	40	$1,768,027
Prev Trail 12 mos	29	$1,615,669
Total Since Jan 2003	1,003	$39,256,730

Project Contracts	Open	Closed	Pending
CRP's	13	33	0
Tank Closure	0	5	2
Plastic Water Line	0	2	0

Corrective Action Meetings	
Scheduled:	7
Completed:	1,033
MOA's	471

Operator Training (FY2010)	
# trained (A/B)	1768
Paid	$167,600.00
Balance	$82,400.00

C. May Financials

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MAY 31, 2011

- UST REVENUE FUND (Bonding)

Balance of Fund, May 1, 2011		$13,540,721.00
Receipts:		
Tank Management Fees (FY2010)	$0.00	
Motor Vehicle Use Tax (IDOT - vehicle registration)	$0.00	
Intra State Fund Transfers Received	$0.00	
Interest Income	$0.00	
Interest Income - Capital Reserve Fund	$0.00	
		$0.00
Disbursements:		
Bond Interest Payment	$0.00	
Bond Principal Payment	$0.00	
EPC Charges	$0.00	
Transfer to General Fund	$0.00	
Transfer to Unassigned Revenue Fund	$8,500,000.00	
Transfer to Innocent Landowner Fund	$0.00	
Transfer to Remedial Non-Bonding Fund	$0.00	
		$8,500,000.00
Balance of Fund, May 31, 2011		**$5,040,721.00**

0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)

Balance of Fund, May 1, 2011		$892,364.48
Receipts:		
Request for Proposal Fees	$0.00	
Copying/Filing Fees	$0.00	
Fines & Penalties	$0.00	
Refund/Overpayment	$0.00	
Transfer From UST Revenue Fund	$8,500,000.00	
Intra State Fund Transfers Received (from ILO)	$0.00	
Compensation for Pooled Money Investments	$0.00	
Amort / Accretion	$0.00	
Buys/ Sells	$0.00	
Interest Income	$626.23	
		$8,500,626.23
Disbursements:		
UST Administrator's Fees	$94,333.33	
Attorney General's Fees	$5,529.46	
Attorney's Fees: Cost-Recovery Administration	$0.00	
Cost Recovery Expense (i.e. Lien Filing, Overpayment Refund)	$14.00	
Actuarial Fees	$0.00	
Auditor of the State Fees	$0.00	
Bond Trustee Fees - Bankers Trust	$0.00	
Claim Settlement	$0.00	
Custodial Fees - BONY	$0.00	
Department of Revenue EPC Collection Fees	$713.06	

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MAY 31, 2011

Environmental Protection Charge Refunds	$0.00	
Innovative Technology	$0.00	
Inspection & Appeals Service Fees	$0.00	
Iowa Finance Authority Expenses	$0.00	
Legal and Professional Fees	$0.00	
Postage / Printing / Miscellaneous	$0.00	
Professional Administrative Services (Investments, etc.)	$0.00	
Rebate	$0.00	
Special Project Claims and Operator Training Expenses	$0.00	
Travel Expenses-UST Board Members	$0.00	
Warrant Float Expense	$0.00	
28E Agreement - DNR Plume Study	$0.00	
28E Agreement - NFA Claims	$0.00	
28E Agreement - RBCA (DNR Staff Training & Development)	$0.00	
28E Agreement - DNR UST Section Funding - FY09	$0.00	
28E Agreement - DNR UST Section Funding - FY10	$0.00	
Statutory Transfer to DNR - FY11	$0.00	
Statutory Transfers - Miscellaneous - FY11	$3,575,996.53	
Transfer to Innocent Landowner Fund	$0.00	
		$3,676,586.38
Balance of Fund, May 31, 2011		**$5,716,404.33**

3 - UST REMEDIAL NON-BONDING FUND

Balance of Fund, May 1, 2011		$3,023,903.39
Receipts:		
Remedial Refunds	$0.00	
Misc. Income (i.e. eligibility settlements)	$0.00	
Interest Income	$0.00	
Transfer Received from ILO	$0.00	
	$0.00	$0.00
Disbursements:		
Retroactive Claims	$8,196.05	
Remedial Claims	$118,634.94	
Transfer to Unassigned Revenue Fund	$0.00	
Balance of Outdated Warrants & Cancelled Warrants	($3,097.81)	
		$123,733.18
Balance of Fund, May 31, 2011		**$2,900,170.21**

0478 - UST MARKETABILITY FUND

Balance of Fund, May 1, 2011		$716,979.45
Receipts:		
Interest	$109.48	
Use Tax	$109.48	
		$109.48
Disbursements:		
Intra State Fund Transfer	$0.00	
Transfer to Innocent Landowners Fund	$0.00	
		$0.00
Balance of Fund, May 31, 2011		**$717,088.93**

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MAY 31, 2011

0485 - UST INNOCENT LANDOWNERS FUND		
Balance of Fund, May 1, 2011		$3,966,457.46
Receipts:		
Cost Recovery (i.e. lien settlements)	$0.00	
ILO Refunds	$0.00	
Transfer Received from Revenue Fund	$0.00	
Transfer from Marketability Fund	$0.00	
Miscellaneous Income	$0.00	
Disbursements:		
Cost Recovery Reimbursement	$0.00	$0.00
Cost Recovery Global Settlement	$0.00	
Intra Fund Transfers out - to Unassigned Revenue	$0.00	
Other Contractual Services	$0.00	
Global Settlement Claims	$2,329.71	
Innocent Landowner Claims	$11,677.90	
Transfer for Aboveground Storage Tank Fund	$0.00	
Balance of Outdated Warrants	$0.00	
		$14,007.61
Balance of Fund, May 31, 2011		**$3,952,449.85**

- UST LOAN GUARANTEE FUND (Non-Bonding)		
Balance of Fund, May 1, 2011		$276,838.42
Receipts:		
Loan Application Fees	$0.00	
Interest Income	$30.34	
	$30.34	$30.34
Disbursements:		
Processing of Loan Applications	$0.00	
Intra State Fund Transfer	$0.00	
Payments on Loan Losses	$0.00	
		$0.00
Balance of Fund, May 31, 2011		**$276,868.76**

0614 - UST CAPITAL RESERVE FUNDS (Bonding)	
Balance of Fund, May 31, 2011	$0.00
Combined UST Capital Reserve Fund Balances, May 31, 2011	**$0.00**
TOTAL FUND BALANCES, May 31, 2011	**$18,603,703.08**

FOOTNOTES:

Note 1: Funds labeled "Bonding" were created as a result of the issuance of UST Revenue Bonds. Disbursements from these funds are restricted by the Revenue Bond indenture.
Funds lableled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

D. Fiscal Year to Date Financials as of May 31, 2011

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MAY 31, 2011

			FISCAL 2011 BUDGET
0471 - UST REVENUE FUND (Bonding)			
Balance of Fund, July 1, 2010		$8,902,405.00	$8,902,405.00
Receipts:			
Tank Management Fees - FY10	$388,316.00		$400,000.00
Motor Vehicle Use Tax (IDOT - vehicle registration)	$12,750,000.00		$17,000,000.00
Intra State Fund Transfers Received	$0.00		
Interest Income	$0.00		
Interest Income - Capital Reserve Fund	$0.00		
		$13,138,316.00	$17,400,000.00
Disbursements:			
Bond Interest Payment	$0.00		
Bond Principal Payment	$0.00		
EPC Charges	$0.00		
Transfer to General Fund	$0.00		
Transfer to Unassigned Revenue Fund	$8,500,000.00		$17,000,000.00
Transfer to Innocent Landowner Fund	$4,250,000.00		$4,250,000.00
Transfer to Remedial Non-Bonding Fund	$4,250,000.00		$4,250,000.00
		$17,000,000.00	$25,500,000.00
Balance of Fund, May 31, 2011		**$5,040,721.00**	$802,405.00
0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)			
Balance of Fund, July 1, 2010		$5,507,075.27	$5,507,075.27
Receipts:			
Request for Proposal Fees	$0.00		
Copying/Filing Fees	$0.00		
Fines & Penalties	$1,062.50		$10,000.00
Refund/Overpayment	$1,403.37		
Transfer From UST Revenue Fund	$8,626,634.60		$17,000,000.00
Transfer From UST ILO Fund	$0.00		
Transfer From UST Remedial Fund	$0.00		
Intra State Fund Transfers Received	$19,000,000.00		$8,000,000.00
Compensation for Pooled Money Investments	$0.00		
Amort / Accretion	$0.00		
Buys/ Sells	$0.00		
Interest Income	$22,470.18		$25,000.00
		$27,651,570.65	$25,035,000.00
Disbursements:			
UST Administrator's Fees	$1,225,353.11		$1,500,000.00
Attorney General's Fees	$62,841.33		$65,000.00
Attorney's Fees: Cost-Recovery Administration	$0.00		
Cost Recovery Expense (i.e. Lien Filing, Overpayment Refund)	$14.00		$150.00
Actuarial Fees	$0.00		
Auditor of the State Fees	$5,100.00		$5,100.00
Bond Trustee's Fees - Bankers Trust	$0.00		
Claim Settlement	$0.00		
Custodial Fees - BONY	$0.00		
Department of Revenue EPC Collection Fees	$3,993.46		$5,000.00
Environmental Protection Charge Refunds	$2,110.93		
Innovative Technology	$0.00		

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MAY 31, 2011

			FISCAL 2011 BUDGET
Inspection & Appeals Service Fees	$0.00		
Iowa Finance Authority Expenses	$0.00		
Legal and Professional Fees	$0.00		
Licensing - Contractual Services	$0.00		
Postage / Printing / Miscellaneous	$0.00		$100.00
Professional Admin Services (Investments)	$0.00		
Professional Services - Owner/Operator Training	$3,550.00		$250,000.00
Rebate	$0.00		
Special Project Claims and Operator Training Expenses	$329,779.80		$25,000.00
Travel Expenses-UST Board Members	$705.51		$700.00
Warrant Float Expense	$0.00		
28E Agreement - DNR Plume Study	$0.00		$700,000.00
28E Agreement - NFA Claims	$0.00		$500,000.00
28E Agreement - DNR UST Section Funding - FY10	$200,000.00		$200,000.00
Statutory Transfer to DNR (recurring)	$0.00		$200,000.00
Statutory Transfer to DNR (database upgrades)	$0.00		$100,000.00
Statutory Transfers to Misc. Funds	$13,186,822.55		$26,130,000.00
Appropriation 2011	$8,171,970.90		
Transfer of Funds to Innocent Land Owners	$4,250,000.00		
		$27,442,241.59	
			$29,681,050.00
Balance of Fund, May 31, 2011		**$5,716,404.33**	$861,025.27
0208 - UST REMEDIAL NON-BONDING FUND			
Balance of Fund, July 1, 2010		$3,030,285.52	$3,030,285.52
Receipts:			
Remedial Refunds	$31,317.44		$0.00
Misc. Income (i.e. eligibility settlements)	$0.00		
Interest Income	$462.50		
Transfer Received from Revenue Fund	$4,250,000.00		$4,250,000.00
Transfer Received from ILO	$6,355.45		
		$4,288,135.39	$4,250,000.00
Disbursements:			
Retroactive Claims	$556,574.29		$700,000.00
Remedial Claims	$3,823,036.18		$5,000,000.00
Transfer to Unassigned Revenue Fund	$59,264.15		
Balance of Outdated Warrants	($20,623.92)		
		$4,418,250.70	$5,700,000.00
Balance of Fund, May 31, 2011		**$2,900,170.21**	$1,580,285.52
0478 - UST MARKETABILITY FUND			
Balance of Fund, July 1, 2010		$672,585.55	$672,585.55
Receipts:			
Interest	$44,503.38		$125,000.00
Use Tax	$0.00		
		$44,503.38	$125,000.00
Disbursements:			
Intra State Fund Transfer	$0.00		
Transfer to Innocent Landowners Fund	$0.00		
		$0.00	$0.00
Balance of Fund, May 31, 2011		**$717,088.93**	$797,585.55

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MAY 31, 2011

			FISCAL 2011 BUDGET
0485 - UST INNOCENT LANDOWNERS FUND			
Balance of Fund, July 1, 2010		$15,267,311.83	$15,267,311.83
Receipts:			
Cost Recovery (i.e. lien settlements)	$0.00		$0.00
ILO Refunds	$19,630.25		
Transfer Received from Revenue Fund	$4,250,000.00		$4,250,000.00
Transfer Received from Unassigned Rev Fund	$4,250,000.00		
Transfer from Marketability Fund	$0.00		
Miscellaneous Income	$0.00		
		$8,519,630.25	$4,250,000.00
Disbursements:			
Cost Recovery Reimbursement	$0.00		
Cost Recovery Global Settlement	$0.00		
Transfer to Remedial Fund	$6,355.45		
Intra State Fund Transfers Paid (to Unassigned Revenue)	$19,067,370.45		$8,000,000.00
Global Settlement Claims	$46,611.66		$75,000.00
Innocent Landowner Claims	$720,334.16		$1,500,000.00
Intra State Fund Transfers Paid	$1,685.00		
Balance of Outdated Warrants	($7,864.49)		
		$19,834,492.23	$9,575,000.00
Balance of Fund, May 31, 2011		**$3,952,449.85**	$9,942,311.83
0238 - UST LOAN GUARANTEE FUND (Non-Bonding)			
Balance of Fund, July 1, 2010		$275,738.41	$275,738.41
Receipts:			
Loan Application Fees	$0.00		
Interest Income	$1,130.35		$2,500.00
		$1,130.35	$2,500.00
Disbursements:			
Processing of Loan Applications	$0.00		
Payments on Loan Losses	$0.00		
Transfer to Unassigned Revenue Fund	$0.00		$0.00
		$0.00	$0.00
Balance of Fund, May 31, 2011		**$276,868.76**	$278,238.41
0614 - UST CAPITAL RESERVE FUNDS (Bonding)			
Combined UST Capital Reserve Fund Balances, May 31, 2011		**$0.00**	$0.00
TOTAL FUND BALANCES, May 31, 2011		**$18,603,703.08**	$14,261,851.58

FOOTNOTES:

Note 1: Funds labeled "Bonding" were created as a result of the issuance of UST Revenue Bonds. Disbursements from these funds are restricted by the Revenue Bond indenture. All bond funds are $0.00 8/31/08
Funds lableled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

E. June Financials

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING JUNE 30, 2011

- UST REVENUE FUND (Bonding)

Balance of Fund, June 1, 2011		$5,040,721.00
Receipts:		
Tank Management Fees (FY2010)	$0.00	
Motor Vehicle Use Tax (IDOT - vehicle registration)	$4,250,000.00	
Intra State Fund Transfers Received	$0.00	
Interest Income	$0.00	
Interest Income - Capital Reserve Fund	$0.00	
		$4,250,000.00
Disbursements:		
Bond Interest Payment	$0.00	
Bond Principal Payment	$0.00	
EPC Charges	$0.00	
Transfer to General Fund	$0.00	
Transfer to Unassigned Revenue Fund	$0.00	
Transfer to Innocent Landowner Fund	$0.00	
Transfer to Remedial Non-Bonding Fund	$0.00	
		$0.00
Balance of Fund, June 30, 2011		**$9,290,721.00**

0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)

Balance of Fund, June 1, 2011		$5,716,404.33
Receipts:		
Request for Proposal Fees	$0.00	
Copying/Filing Fees	$0.00	
Fines & Penalties	$0.00	
Refund/Overpayment	$500.00	
Transfer From UST Revenue Fund	$0.00	
Intra State Fund Transfers Received (from ILO)	$0.00	
Compensation for Pooled Money Investments	$0.00	
Amort / Accretion	$0.00	
Buys/ Sells	$0.00	
Interest Income	$751.37	
		$1,251.37
Disbursements:		
UST Administrator's Fees	$94,333.33	
Attorney General's Fees	$5,546.25	
Attorney's Fees: Cost-Recovery Administration	$0.00	
Cost Recovery Expense (i.e. Lien Filing, Overpayment Refund)	$0.00	
Actuarial Fees	$0.00	
Auditor of the State Fees	$0.00	
Bond Trustee Fees - Bankers Trust	$0.00	
Claim Settlement	$0.00	
Custodial Fees - BONY	$0.00	
Department of Revenue EPC Collection Fees	$0.00	

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING JUNE 30, 2011

Environmental Protection Charge Refunds	$0.00	
Innovative Technology	$0.00	
Inspection & Appeals Service Fees	$0.00	
Iowa Finance Authority Expenses	$0.00	
Legal and Professional Fees	$0.00	
Postage / Printing / Miscellaneous	$0.00	
Professional Administrative Services (Investments, etc.)	$0.00	
Rebate	$0.00	
Special Project Claims and Operator Training Expenses	$13,800.00	
Travel Expenses-UST Board Members	$0.00	
Warrant Float Expense	$0.00	
28E Agreement - DNR Plume Study	$0.00	
28E Agreement - NFA Claims	$0.00	
28E Agreement - RBCA (DNR Staff Training & Development)	$0.00	
28E Agreement - DNR UST Section Funding - FY09	$0.00	
28E Agreement - DNR UST Section Funding - FY10	$0.00	
Statutory Transfer to DNR - FY11	$0.00	
Statutory Transfers - Miscellaneous - FY11	$902,166.49	
Transfer to Innocent Landowner Fund	$0.00	
		$1,015,846.07
Balance of Fund, June 30, 2011		**$4,701,809.63**

' - UST REMEDIAL NON-BONDING FUND

Balance of Fund, June 1, 2011		$2,900,170.21
Receipts:		
Remedial Refunds	$0.00	
Misc. Income (i.e. eligibility settlements)	$0.00	
Interest Income	$0.00	
Transfer Received from ILO	$8,068.95	
		$8,068.95
Disbursements:		
Retroactive Claims	$9,910.50	
Remedial Claims	$422,573.82	
Transfer to Unassigned Revenue Fund	$0.00	
Balance of Outdated Warrants & Cancelled Warrants	($481.50)	
		$432,002.82
Balance of Fund, June 30, 2011		**$2,476,236.34**

0478 - UST MARKETABILITY FUND

Balance of Fund, June 1, 2011		$717,088.93
Receipts:		
Interest	$174.84	
Use Tax	$174.84	
		$174.84
Disbursements:		
Intra State Fund Transfer	$0.00	
Transfer to Innocent Landowners Fund	$0.00	
		$0.00
Balance of Fund, June 30, 2011		**$717,263.77**

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING JUNE 30, 2011

0485 - UST INNOCENT LANDOWNERS FUND		
Balance of Fund, June 1, 2011		$3,952,449.85
Receipts:		
Cost Recovery (i.e. lien settlements)	$0.00	
ILO Refunds	$0.00	
Transfer Received from Revenue Fund	$0.00	
Transfer from Marketability Fund	$0.00	
Miscellaneous Income	$0.00	
Disbursements:		
Cost Recovery Reimbursement	$0.00	$0.00
Cost Recovery Global Settlement	$0.00	
Intra Fund Transfers out - to Unassigned Revenue	$0.00	
Other Contractual Services	$0.00	
Global Settlement Claims	$14,977.11	
Innocent Landowner Claims	$145,425.78	
Transfer to Remedial Fund 208	$8,068.95	
Balance of Outdated Warrants	($5,784.07)	
		$162,687.77
Balance of Fund, June 30, 2011		**$3,789,762.08**

- UST LOAN GUARANTEE FUND (Non-Bonding)		
Balance of Fund, June 1, 2011		$276,868.76
Receipts:		
Loan Application Fees	$0.00	
Interest Income	$36.78	
	$36.78	$36.78
Disbursements:		
Processing of Loan Applications	$0.00	
Intra State Fund Transfer	$0.00	
Payments on Loan Losses	$0.00	
		$0.00
Balance of Fund, June 30, 2011		**$276,905.54**

0614 - UST CAPITAL RESERVE FUNDS (Bonding)	
Balance of Fund, June 30, 2011	$0.00
Combined UST Capital Reserve Fund Balances, June 30, 2011	**$0.00**
TOTAL FUND BALANCES, June 30, 2011	**$21,252,698.36**

FOOTNOTES:

Note 1: Funds labeled "Bonding" were created as a result of the issuance of UST Revenue Bonds. Disbursements from these funds are restricted by the Revenue Bond indenture.
Funds lableled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

F. Fiscal Year to Date Financials as of June 30, 2011

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING JUNE 30, 2011

			FISCAL 2011 BUDGET
0471 - UST REVENUE FUND (Bonding)			
Balance of Fund, July 1, 2010		$8,902,405.00	$8,902,405.00
Receipts:			
Tank Management Fees - FY10	$388,316.00		$400,000.00
Motor Vehicle Use Tax (IDOT - vehicle registration)	$17,000,000.00		$17,000,000.00
Intra State Fund Transfers Received	$0.00		
Interest Income	$0.00		
Interest Income - Capital Reserve Fund	$0.00		
		$17,388,316.00	$17,400,000.00
Disbursements:			
Bond Interest Payment	$0.00		
Bond Principal Payment	$0.00		
EPC Charges	$0.00		
Transfer to General Fund	$0.00		
Transfer to Unassigned Revenue Fund	$8,500,000.00		$17,000,000.00
Transfer to Innocent Landowner Fund	$4,250,000.00		$4,250,000.00
Transfer to Remedial Non-Bonding Fund	$4,250,000.00		$4,250,000.00
		$17,000,000.00	$25,500,000.00
Balance of Fund, June 30, 2011		**$9,290,721.00**	$802,405.00
0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)			
Balance of Fund, July 1, 2010		$5,507,075.27	$5,507,075.27
Receipts:			
Request for Proposal Fees	$0.00		
Copying/Filing Fees	$0.00		
Fines & Penalties	$1,062.50		$10,000.00
Refund/Overpayment	$1,903.37		
Transfer From UST Revenue Fund	$8,626,634.60		$17,000,000.00
Transfer From UST ILO Fund	$0.00		
Transfer From UST Remedial Fund	$0.00		
Intra State Fund Transfers Received	$19,000,000.00		$8,000,000.00
Compensation for Pooled Money Investments	$0.00		
Amort / Accretion	$0.00		
Buys/ Sells	$0.00		
Interest Income	$23,221.55		$25,000.00
		$27,652,822.02	$25,035,000.00
Disbursements:			
UST Administrator's Fees	$1,319,686.44		$1,500,000.00
Attorney General's Fees	$68,387.58		$65,000.00
Attorney's Fees: Cost-Recovery Administration	$0.00		
Cost Recovery Expense (i.e. Lien Filing, Overpayment Refund)	$14.00		$150.00
Actuarial Fees	$0.00		
Auditor of the State Fees	$5,100.00		$5,100.00
Bond Trustee's Fees - Bankers Trust	$0.00		
Claim Settlement	$0.00		
Custodial Fees - BONY	$0.00		
Department of Revenue EPC Collection Fees	$3,993.46		$5,000.00
Environmental Protection Charge Refunds	$2,110.93		
Innovative Technology	$0.00		

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING JUNE 30, 2011

			FISCAL 2011 BUDGET
Inspection & Appeals Service Fees	$0.00		
Iowa Finance Authority Expenses	$0.00		
Legal and Professional Fees	$0.00		
Licensing - Contractual Services	$0.00		
Postage / Printing / Miscellaneous	$0.00		$100.00
Professional Admin Services (Investments)	$0.00		
Professional Services - Owner/Operator Training	$3,550.00		$250,000.00
Rebate	$0.00		
Special Project Claims and Operator Training Expenses	$343,579.80		$25,000.00
Travel Expenses-UST Board Members	$705.51		$700.00
Warrant Float Expense	$0.00		
28E Agreement - DNR Plume Study	$0.00		$700,000.00
28E Agreement - NFA Claims	$0.00		$500,000.00
28E Agreement - DNR UST Section Funding - FY10	$200,000.00		$200,000.00
Statutory Transfer to DNR (recurring)	$0.00		$200,000.00
Statutory Transfer to DNR (database upgrades)	$0.00		$100,000.00
Statutory Transfers to Misc. Funds	$13,186,822.55		$26,130,000.00
Appropriation 2011	$9,074,137.39		
Transfer of Funds to Innocent Land Owners	$4,250,000.00		
		$28,458,087.66	
			$29,681,050.00
Balance of Fund, June 30, 2011		**$4,701,809.63**	$861,025.27
0208 - UST REMEDIAL NON-BONDING FUND			
Balance of Fund, July 1, 2010		$3,030,285.52	$3,030,285.52
Receipts:			
Remedial Refunds	$31,317.44		$0.00
Misc. Income (i.e. eligibility settlements)	$0.00		
Interest Income	$462.50		
Transfer Received from Revenue Fund	$4,250,000.00		$4,250,000.00
Transfer Received from ILO	$14,424.40		
		$4,296,204.34	$4,250,000.00
Disbursements:			
Retroactive Claims	$566,484.79		$700,000.00
Remedial Claims	$4,245,610.00		$5,000,000.00
Transfer to Unassigned Revenue Fund	$59,264.15		
Balance of Outdated Warrants	($21,105.42)		
		$4,850,253.52	$5,700,000.00
Balance of Fund, June 30, 2011		**$2,476,236.34**	$1,580,285.52
0478 - UST MARKETABILITY FUND			
Balance of Fund, July 1, 2010		$672,585.55	$672,585.55
Receipts:			
Interest	$44,678.22		$125,000.00
Use Tax	$0.00		
		$44,678.22	$125,000.00
Disbursements:			
Intra State Fund Transfer	$0.00		
Transfer to Innocent Landowners Fund	$0.00		
		$0.00	$0.00
Balance of Fund, June 30, 2011		**$717,263.77**	$797,585.55

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING JUNE 30, 2011

			FISCAL 2011 BUDGET
0485 - UST INNOCENT LANDOWNERS FUND			
Balance of Fund, July 1, 2010		$15,267,311.83	$15,267,311.83
Receipts:			
Cost Recovery (i.e. lien settlements)	$0.00		$0.00
ILO Refunds	$19,630.25		
Transfer Received from Revenue Fund	$4,250,000.00		$4,250,000.00
Transfer Received from Unassigned Rev Fund	$4,250,000.00		
Transfer from Marketability Fund	$0.00		
Miscellaneous Income	$0.00		
		$8,519,630.25	$4,250,000.00
Disbursements:			
Cost Recovery Reimbursement	$0.00		
Cost Recovery Global Settlement	$0.00		
Transfer to Remedial Fund	$14,424.40		
Intra State Fund Transfers Paid (to Unassigned Revenue)	$19,067,370.45		$8,000,000.00
Global Settlement Claims	$61,588.77		$75,000.00
Innocent Landowner Claims	$865,759.94		$1,500,000.00
Intra State Fund Transfers Paid	$1,685.00		
Balance of Outdated Warrants	($13,648.56)		
		$19,997,180.00	$9,575,000.00
Balance of Fund, June 30, 2011		**$3,789,762.08**	$9,942,311.83
0238 - UST LOAN GUARANTEE FUND (Non-Bonding)			
Balance of Fund, July 1, 2010		$275,738.41	$275,738.41
Receipts:			
Loan Application Fees	$0.00		
Interest Income	$1,167.13		$2,500.00
		$1,167.13	$2,500.00
Disbursements:			
Processing of Loan Applications	$0.00		
Payments on Loan Losses	$0.00		
Transfer to Unassigned Revenue Fund	$0.00		$0.00
		$0.00	$0.00
Balance of Fund, June 30, 2011		**$276,905.54**	$278,238.41
0614 - UST CAPITAL RESERVE FUNDS (Bonding)			
Combined UST Capital Reserve Fund Balances, June 30, 2011		**$0.00**	$0.00
TOTAL FUND BALANCES, June 30, 2011		**$21,252,698.36**	$14,261,851.58

FOOTNOTES:

Note 1: Funds labeled "Bonding" were created as a result of the issuance of UST Revenue Bonds. Disbursements from these funds are restricted by the Revenue Bond indenture. All bond funds are $0.00 8/31/08
Funds lableled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

Attorney General's Report

Claim Payment Approval

IOWA UNDERGROUND STORAGE TANK PROGRAM
FIRST BOARD REPORT
JUNE 7, 2011
FAUSER OIL CO., INC.
BUMPER TO BUMPER
990 SOUTH FREDERICK STREET
OELWEIN
SITE REGISTRATION NUMBER: 8607082
LUST NUMBER: 7LTU62

RISK CLASSIFICATION:

HIGH		LOW	X	NFA	

PRESENT CLAIM RESERVE: $ 100,000.00

ELIGIBILITY: Contamination was discovered during a site check and reported to the IDNR on August 13, 1990. A timely claim was filed. This is an eligible remedial claim.

COST INCURRED TO DATE:

1. Site clean-up report	$ 9,250.30
2. Free product recovery	38,719.50
3. Site monitoring reports	25,366.01
4. RBCA Tier II report	6,625.00
TOTAL COST TODATE	$ 79,960.81

PROJECTED COSTS:

	Risked Based Corrective Action Tier I & II Report		Tank Pull/Up-Grade.
X	Site Monitoring Report	X	Free Product Recovery (by hand bailing)
	Corrective Action Design Report (CADR)	X	Implementation of system for free product recovery

TOTAL PROJECTED COSTS: $ 15,000.00 to $ 50,000.00

TOTAL AUTHORITY RECOMMENDED: $ 115,000.00

COMMENTS: The site is low risk for the protected groundwater source pathway and has free product. The current contaminant levels far exceed the target levels so only a city ordinance can reclassify this site in the short term. An environmental covenant plus additional monitoring could reclassify the site in a few years if the DNR agrees that the plume has stabilized. A complicating factor is a new diesel release which was reported in April 2011. A third party review is being completed to determine if sharing of future costs is warranted. A Xitech system is being proposed to remove free product from the site.

IOWA UNDERGROUND STORAGE TANK PROGRAM
SECOND BOARD REPORT
JUNE 10, 2011
AUTO SALES, LLC
4900 MERLE HAY RD
DES MOINES
SITE REGISTRATION NUMBER: 8604513
LUST NUMBER: 7LTT50

RISK CLASSIFICATION:

HIGH	[ ]	LOW	[X]	UNDETERMINED	[ ]

PRESENT CLAIM RESERVE: $ 160,000.00

PREVIOUS BOARD APPROVAL: $ 238,127.96
Number and Date of each previous Board Report: 1st: October 16, 1998

PREVIOUS COSTS INCURRED: $ 88,127.96

COSTS INCURRED SINCE LAST BOARD APPROVAL:
1. Site monitoring reports 22,643.75
2. RBCA Tier II report 3,100.00

TOTAL COSTS INCURRED TO DATE: $ 113,871.71

'ROJECTED COSTS:

[ ]	Risked Based Corrective Action Tier II Report	[ ]	Tank Pull/Upgrade
[X]	Site Monitoring Reports (SMR)	[ ]	Free Product Recovery (FPR)
[ ]	Corrective Action Design Report (CADR)	[X]	Implementation of over-excavation

TOTAL PROJECTED COSTS: $ 75,000.00 to 125,000.00

ADDITIONAL AUTHORITY RECOMMENDED: $ 0.00

TOTAL AUTHORITY:* $ 238,127.96

COMMENTS: The site is low risk for the groundwater and soil vapor pathways for potential receptors. The soil source was recently resampled and contaminant levels remain elevated. It appears an excavation of approximately 800 to 1,000 cubic yards of soil may remove the soil contaminant plume to less than the target levels and should also lower the groundwater contaminant concentrations. The current costs to monitor the site are approximately $1,000 er year. No additional authority is requested, we are seeking authorization to use the existing authority to complete an excavation on a low risk site.

*Previous approval + additional recommended

IOWA UNDERGROUND STORAGE TANK PROGRAM
FIRST BOARD REPORT
JUNE 21, 2011
CALLENDER SCHOOL BUS BARN
PRAIRIE VALLEY COMMUNITY SCHOOLS
621 THOMAS STREET
CALLENDER
SITE REGISTRATION NUMBER: 9217512
LUST NUMBER: 8LTV21

RISK CLASSIFICATION:

HIGH	X	LOW		NFA	

PRESENT CLAIM RESERVE: $ 150,000.00

ELIGIBILITY: The contamination was discovered during a tank pull and reported to the IDNR on November 24, 1992. A claim was filed on November 26, 1996, and is eligible as an innocent landowner claim.

COST INCURRED TO DATE:

1. Site clean-up report	$ 15,190.00
2. Tank Pull	3,000.00
3. Site monitoring reports	30,020.37
4. RBCA Tier II report	4,650.00
5. RBCA Tier III work plan	4,160.00
Post-RBCA Evaluation	1,000.00
7. Over-excavation	6,335.00
TOTAL COST TODATE	$ 64,355.37

PROJECTED COSTS:

	Risked Based Corrective Action Tier I & II Report		Tank Pull/Up-Grade.
X	Site Monitoring Report		Free Product Recovery (by hand bailing)
	Corrective Action Design Report	X	Implementation of waterline replacement

TOTAL PROJECTED COSTS: $ 80,000.00 to $ 150,000.00

TOTAL AUTHORITY RECOMMENDED: $ 180,000.00

COMMENTS: The site is high risk for water service lines and water mains with non-resistant gaskets. The gaskets and service lines must be replaced or the site remediated. Remediation, by excavation, is considered unfeasible due to a number of obstructions (utilities and roads). Replacing the waterline within the estimated modeled plume will be approximately $68,000.00, although it is expected the site will remain low risk for the protected groundwater and enclosed space pathways. Future monitoring will likely be required.

Contracts Entered Into
Since May 25, 2011 Board Meeting

IOWA UNDERGROUND STORAGE TANK FUND

Douglas M. Beech, *Chairperson* Scott M. Scheidel, *Administrator*

Board Members: Michael L. Fitzgerald Joseph D. Barry Jeff W. Robinson Roger Lande Dawn Carlson Eric W. Johnson Karen E. Andeweg

ΦΦΦ MEMO ΦΦΦ

TO: **UST Board**

FROM: Scott Scheidel

DATE: July 6, 2011

RE: Contracts Entered Into Since May 25, 2011

The Board has not entered into any contract agreements since the May 25, 2011 meeting.

2700 Westown Parkway, Suite 320 West Des Moines, Iowa 50266 Ph. 515-225-9263 Fax: 515-225-9361

Other Issues as Presented

Correspondence and Attachments