



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

NOTICE OF PUBLIC MEETING

A public meeting of the Iowa Comprehensive Petroleum Underground Storage Tank Fund Board has been scheduled for 10:00 A.M., Friday, April 27, 2012. **The meeting will be held at the Iowa Insurance Division located at 330 E Maple St, Des Moines, Iowa.**

The tentative agenda for the meeting is as follows:

10:00 a.m. Call to Order

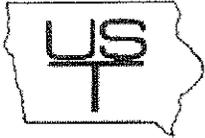
1. Approval of Prior Board Minutes
2. Closed Session Discussion of Pending and Imminent Litigation (To adjourn by 10:30 a.m.)
3. Public Comment Period
4. Board Issues
 - A. Legislative Update
 - B. DNR Update
5. Approval of Program Billings
6. Monthly Activity Report and Financials Reviewed
7. Attorney General's Report
8. Claim Payment Approval
9. Contracts Entered Into Since March 30, 2012 Board Meeting
10. Other Issues as Presented
11. Correspondence and Attachments

Closed Session

Public Comment

Approval of Prior Board Minutes

March 30, 2012 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

March 30, 2012

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

Douglas Beech called the Iowa UST Board meeting to order at 10:00 A.M. A quorum was present, with the following Board members present:

Joseph Barry
Jake Friedrichsen (for Michael Fitzgerald)
Karen Andeweg
Jeff Robinson
Dawn Carlson
Chuck Gipp

Also present were:

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

APPROVAL OF PRIOR BOARD MINUTES

Mr. Beech inquired if the members had reviewed the minutes and if there was any items for discussion. Hearing none, Ms. Carlson motioned to approve the minutes of the January 27, 2012 and March 2, 2012 meetings, and Mr. Friedrichsen seconded the motion, and by a vote of 6-0, the minutes were approved.

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

Mr. Tom Draur with Barker Lemar Engineering noted that the two Board reports in Section 8 of the packet involved sites that his firm was working on and indicated he would be available to respond to questions if any were presented.

BOARD ISSUES – 3:010

A. Legislative Issue Discussion

Mr. Scheidel stated that as of the time the Board packets were completed no bills affecting the Board had been filed. Mr. Scheidel noted that in the week in between the mailing and the meeting, an amendment H-8375 had been filed onto Senate File 2311 which is the Department of Agriculture policy bill; H-8375 proposes to change the make-up and conditions of membership of the Board. Mr. Scheidel noted that the amendment would eliminate one of the two current public members of the Board and would in place add two new marketer members with conditions – one member shall be an owner or operator with sites in more than one state but does not mention that Iowa would need to be one of the states, and the second new member would need to be an owner or operator of a single site. Mr. Scheidel noted that the amendment also strikes Iowa Code Section 455G.4, subsection 1, paragraph B, which is the conflict of interest language as applies to public members. Mr. Steward read the provision which states “a public member of the Board shall not have a conflict of interest. A conflict of interest means that the person *has* an affiliation, within the twelve months before the member’s appointment, with the regulated tank community, or with a person or property and casualty insurer offering competitive insurance or other means of financial assurance or which previously offered environmental hazard insurance for a member of the regulated tank community. Mr. Scheidel inquired and Mr. Steward confirmed that the conflict of interest language is specific to the public members of the Board. Mr. Scheidel noted if removed, the public member could have a conflict of interest.

Mr. Scheidel noted that the amendment may be questioned if it is germane to the bill and if they want to open the door for other items not related to the bill. Mr. Scheidel noted that the current make-up of the Board includes three State members including the Department of Management, Treasurer’s office and the Department of Natural Resources, two public members with experience in financial markets or insurance, or both, and two marketer representatives, one is an owner operator that is self-insured and one that is a member of petroleum marketers and convenience stores or it’s designee which is a new position as of last year. The Board membership also has one non-voting member representing the Legislative Fiscal Bureau. Mr. Scheidel noted that the change would retain the three State positions, would remove one public member and would include four marketer members, including the self insured, representative for the association of marketers, the member with one store and the member with stores in more than one state. Mr. Scheidel noted the full membership would change from a seven member to an eight member Board, each having one non-voting member.

Ms. Carlson spoke to the merits of the change noting that her Board is interested in looking to expand the membership of the Board to include more owner or operators in light of the proposed end of the program. Ms. Carlson noted that the language presented in the bill has since been changed and would now include adding one public member and one marketer member for a total of three each, and also noted that the changed amendment would remove the language calling for the strike of the conflict of interest language. Ms. Carlson noted that she was unaware of how that provision had been added to the proposed amendment in the first place.

Mr. Beech asked if there were any other comments and thanked Ms. Carlson for allowing Casey's to look at the amendment prior to filing, noting that many of the same comments and concerns about marketer membership. Mr. Beech noted that other folks are free to weigh in on the merits of proposed changes and asked if the Board had any comments. Ms. Carlson then inquired of Mr. Steward if the conflict of interest would apply to schools or other public entities that have tanks. Mr. Scheidel noted that the conflict of interest language only applies to public members, noting that if a public entity is a tank owner then they would likely be excluded from membership as a public member. Mr. Scheidel noted that the Boards and Commissions selection committee would consider the public member to be a member who does not have an affiliation with a regulated tank site such as a person who works in financial markets or in the insurance industry. Mr. Scheidel noted that as an example, Mr. Norris would be excluded from the public member position since the firm he works for is in the business of providing tank insurance to the regulated community. Ms. Carlson asked that if the language striking the conflict of interest provision were to remain if a person working with regulated sites could be eligible for membership as a public member of the Board, and Mr. Scheidel concurred if that language were stricken, then yes, Mr. Norris as an example, would be eligible.

Mr. Gipp inquired if a School business manager with a LUST site would qualify. Mr. Scheidel noted that that decision should be left to the Governor's office on Boards and Commissions, but did note that such a person might qualify for membership of as a marketer member. Mr. Scheidel noted that as it currently stands, the public member "shall" have experience in financial markets, and "shall" have experience in the insurance industry is up to the interpretation of the Boards and Commissions selection committee. Mr. Steward noted that strictly interpreting the conflict of interest language, the School business manager who operates a tank site would not be qualified as a public member.

Ms. Andeweg inquired if a commercial real estate broker would qualify as a member and Mr. Scheidel noted that such a person may qualify and would represent an interest not seen on the Board to date. Mr. Beech noted that the narrow definitions of the original amendment were a concern in that qualified individuals may be difficult to find. Mr. Scheidel noted that with strictly limiting language in broadening the language for membership may allow more interested persons the ability to serve on the Board.

Mr. Gipp inquired that if the Board should have the discussion to consider the make up of the Board as to whether it helps or hinders the mission of the Board in the cleanup of LUST sites. Mr. Beech noted that the question is in fact germane to the mission of the Board in that it reflects who forms the make up of the Board and the question, does the change help or hinder that Board's mission is applicable for Board to discuss. Mr. Beech noted that the Board would direct Mr. Scheidel to take its message to the capitol and Mr. Scheidel concurred but noted that the window for change would be small as the projections place the end of session sometime in late April.

Mr. Friedrichsen inquired if the new positions had to be voting members. Mr. Beech noted that the question is valid and provided some of his company's analysis, since they were given the opportunity to view and comment on the amendment prior to filing. He noted that two opposing points of view could be considered. The first involves the owner or operators of LUST sites

since they are directly affected by the mission of this Board, while the second is how the funds as State monies are utilized thus the need to seek a balance on the number and placement of one new public and one new marketer member. Mr. Scheidel noted that there are many interested entities who may wish to serve including groundwater professionals however if they directly serve the owners and operators the conflict of interest may be a concern. Ms. Andeweg noted her interest would be a for a commercial property broker, with preference for a balanced membership. Ms. Carlson noted that with the proposed changes just made that the Board would be balanced and Mr. Scheidel noted with the change that the Board would be comprised of the three state entities, three public members, and three marketers, and then the one non-voting member for a total of ten (10) members.

Mr. Robinson noted if a change is being considered that perhaps an analysis needs to be made as to what is wrong with the current position. Mr. Beech noted that the language presented in the bill did not originate with the Board but instead originated with PMCI. Mr. Robinson inquired if the original language proposed to eliminate a public member was intended to solve a perceived problem. Ms. Carlson however noted that the original language was drafted on a concern of her Association's membership that an imbalance in the voting members existed however with the recent proposed changes that would be corrected. Mr. Scheidel noted with the original language it would have created a Board with an even number of voting members however the proposed change would allow for an odd number of voting members. Mr. Scheidel inquired as to the conflict of interest language, and Ms. Carlson suggested it might have been a drafting error and noted that she had missed it in her earlier reading of the bill. Mr. Beech also noted he had missed that same language.

Mr. Gipp noted that with the time available it would be difficult to have a discussion on the issue presented by Mr. Robinson as to what was wrong with the current make up of the Board. Mr. Scheidel concurred noting that changes would happen quickly thus he would take the Board's message to the legislature so their input could be considered whether it be to expand the specificity of who sits on the Board or place general descriptions of who is desired in the membership. Mr. Steward noted if the conflict of interest language is removed, the membership could include representatives from insurance companies providing tank insurance or that all public members could be tank owners.

Mr. Beech noted that it would seem to be the Board's input that the conflict of interest provision be retained and noted that any other change needs to be brought forth now as little time remains for any change. Mr. Beech asked if the Board wished to make a motion on the matter. Mr. Friedrichsen noted he would rather not make a motion without seeing a written amendment with the conflict of interest language being retained. Mr. Scheidel noted that with barring a motion he would take his notes from the discussion, to include holding a balance of the membership to three governmental entities, three public members, and three marketer members, keeping then the Board is generally neutral, if expanding the public member position adding real estate to the description of who may be selected, and to retain the conflict of interest provision. Mr. Scheidel noted that he would go to the legislature today to provide the Board's input.

Mr. Beech noted his firm's position is to have an odd number so as not to have a deadlock, and then noted if this measure passes, then the Board could provide input to the Governor's office as

to who is desired as to a public member such as a real estate broker. Mr. Scheidel noted he could ask for a change in the public member description from 'shall' to 'should' so as to allow greater considerations for the membership. Mr. Gipp also noted that the selection committee would be further challenged in that the membership would need to be gender and political balanced. Mr. Gipp also inquired as whether the Board has a position on the proposed change. Ms. Carlson noted that it is her Association board's opinion that adding more stakeholder interest to the UST Board would assist owner or operators in understanding the function of the UST Board and would assist in the overall mission of getting sites to closure. Ms. Carlson stated if there would be no objection she could present a motion on the matter, and Mr. Beech noted that could be considered. Ms. Carlson made the motion that the Board should support a balanced position of three public members, three marketers, and three governmental voting interests, oppose any changes to the conflict of interest provision, and support the change in the public member description. Ms. Andeweg seconded the motion, and by a vote of 6-0 the motion passed.

B. DNR Update

Ms. Douskey, Supervisor of the Iowa DNR Underground Storage Tank Section provided an update on the status of the UST / LUST program. She noted that the PowerPoint presentations from the February 29, 2012 LUST Forum meeting on available on the DNR website. It was also noted that the question / answer worksheet is in progress and a survey is being developed and will be issued to the participants in the near future.

Ms. Douskey introduced Michael Pomes and David Drouare, from the United States Environmental Protection Agency office in Kansas City, MO. Ms. Douskey noted that the two are presently completing the annual review of the UST program. Mr. Pomes noted that in his review, the Iowa DNR staff are very competent and that they have learned about the range of sites being worked on and that the section has a good understanding and handle on corrective action of sites in Iowa. Ms. Douskey followed that in the recent National Tanks Conference, the issue of corrective action was also a main concern of the participants, as was the EPA budget, stalled sites, and the UST Operator training programs. Ms. Douskey noted that Iowa seems to be far ahead of many other states, especially in the Operator training programs offered by the Board.

For LUST statistics, Ms. Douskey noted 1133 sites open, 564 high, 306 low risk, 190 not classified (mostly newer sites); Mr. Scheidel noted that this is a significant jump from last month, and Ms. Douskey noted that their queries seemed to have missed many of the newer sites. It was noted that many of the newer sites are probably covered by an insurance mechanism, but still that the numbers reported should be accurate. Ms. Douskey noted for the federal fiscal year, that 60 sites have been closed to date, but that more needs to be done.

Ms. Douskey also noted that in the packet was a report showing the annual review of LUST sites in corrective action. She noted that in 2004, there were 1185 high risk sites and now have 564 sites; 577 sites have gone through the review process and many of those have moved to closure.

Ms. Carlson inquired on the meeting being conducted as to who attends. Ms. Douskey noted that in lieu of the meetings, the responsible party will rely on their groundwater professional instead of attending the meeting themselves, although they would certainly be welcome to participate.

PROGRAM BILLINGS

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

- 1. Aon Risk Services\$97,608.00
Consulting Services for May 2012 -- \$58,608.00
Claims Processing Services for May 2012 -- \$39,000.00

- 2. Iowa Attorney General’s Office\$5,747.57
Legal Services provided for Underground Storage Tank Program
February FY2012 Billing

In a motion by Mr. Barry and a second by Mr. Friedrichsen all billings were approved by a vote of 5-0.

MONTHLY ACTIVITY REPORT

Mr. Scheidel noted that the activity report for February shows that the number of retroactive claims remains steady at 39; remedial claims are steady at 556 claims, and four new ILO claims. Mr. Scheidel noted that for the global settlement claims the numbers have remained steady and that the program appears to be steady. He noted that during the forum, questions had been asked but few new claims arise. Ms. Carlson noted that some of the folks she had talked to had pursued this but given up due to lack of documentation. Mr. Scheidel noted that some may have been unable to prove a connection to a participating settlement company, but have noted a connection to one of the firms that did not participate.

Mr. Scheidel noted that as Ms. Douskey had mentioned many of the states were still in the beginning of their training programs, while in Iowa 2,400 individuals have been trained as Class A and/or B Operators. Mr. Scheidel noted that Mr. Gastineau had recently visited with the programming group at Iowa State University and that the new Class C program database and training module were nearing completion.

Mr. Scheidel noted nothing interesting in the financials and noted that as of now nothing had been discussed in the legislative session for changes to the program. Mr. Scheidel noted that the current balance was slightly less than what was anticipated but no changes were needed at the present time.

ATTORNEY GENERAL’S REPORT

There was no report presented.

CLAIM AUTHORITY

Mr. Scheidel presented the following claim authority requests:

1. Site Registration 8606553 – Casey’s General Store, Beacon, Iowa (2nd Board Report)

Mr. Scheidel provided information noting that the facility is a non-operating site currently classified high risk. The site had been a low risk site but with additional soil investigation the plume was indicated to be larger than anticipated and it was shown that the water lines in the area were constructed of a plastic material susceptible to permeation. Mr. Scheidel noted the groundwater professional is recommending a soil excavation and replacement of 5 water lines which if successful should allow the site to move to closure.

Mr. Scheidel noted the present claim reserve and prior Board approval, granted in May 2011, was at \$120,000, with costs incurred to date at \$82,162.55. Projected costs for the remediation activities are projected to be an additional \$125,000 to \$150,000. Mr. Scheidel requested additional authority of \$140,000 for a total authority of up to \$260,000 to address the risks at the site.

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

2. Site Registration 8608458 – Quiktrip, Cedar Falls, IA (1st Board Report)

Mr. Scheidel provided information noting that the claimant is Quiktrip however the facility is now known as the Music Store, which is an operating UST facility. Mr. Scheidel noted that this a low risk site with annual monitoring costs of approximately \$1,774 per year which is shared with due to a recent release at the site; the IUST Fund share is 85% of the costs. Mr. Scheidel noted that without action, monitoring could continue for 7 to 10 or more years without an environmental covenant that would effectively prohibit the installation of basements and sewers on the property. Mr. Scheidel noted that the consultant is proposing vacuum extraction events within the contaminated area to reduce the source contaminant levels. The consultant is proposing up to six events at an estimated cost of \$10,217 per event which may allow the site to achieve reclassification in a shorter time period, for a total projected cost of up to \$75,000. Mr. Scheidel noted that the six events could be conducted in 2012.

Mr. Draur of Barker Lemar Engineering noted that two events would likely be done in 2012, and if needed four more events could be considered in 2013. Mr. Scheidel noted that the proposed activities are above and beyond what is required thus it incumbent upon the Board to decide on the matter. Ms. Andeweg asked Mr. Draur for a level of confidence in the proposed action and Mr. Draur noted that Cunningham Lindsey staff had asked the same question but noted that the intent was to determine what impact one event had on the plume before moving forward with other events. Mr. Draur noted that the contaminant levels are near 11,000 ug/L and that the target level is about one-half that amount. He also noted that, in theory, the events should be

successful however due to the clay lithology it is unknown whether the impact of the extraction event will be sufficient to address the contaminants within the entire plume or only that within a few feet of the extraction site. Ms. Andeweg noted her question had to do with how much effect this would have on a low risk site, whether it was moving it from the high end of low risk to the low end of low risk, or better to a no action required status. Mr. Draur noted his intent was to move the site to a no action required status and barring that to at least move the site conditions to a level where a stable plume existed such that a deed restriction could be established on the actual plume rather than the modeled plume. Mr. Draur noted his hope is that he hopes to achieve reclassification though by total mass reduction. Mr. Scheidel noted the requested authority is to four up to six events but noted that funding would be approved for one event at a time with the results of each event being examined before more work is considered.

Mr. Draur noted that regarding the environmental covenant that the current property owner has not been contacted regarding the matter, as Quiktrip who is the claimant would rather see closure obtained by contaminant reduction rather than relying on a third party to maintain a deed restriction.

Ms. Carlson noted her gratitude in having the consultant available to answer questions in this matter and motioned to approve the authority requested. Ms. Andeweg seconded the motion. The measure passed on a vote of 6-0.

3. Site Registration 8606695 – City of Jefferson (1st Board Report)

Mr. Scheidel provided information noting that the facility is 100% funded through an eminent domain claim and is the former Warin Oil property. Mr. Scheidel noted the site is considered high risk due to vapor receptors such as basements and sewers and that the identified contaminant plume extends onto an adjacent residential property. The consultant is recommending implementation of chemical injections to remediate the contaminant plume and that has noted that multiple injection events may be required. Mr. Scheidel noted that prior to subsequent events; the data from the prior event would be examined to determine if further action was needed.

Mr. Scheidel noted that costs incurred to date have been \$33,972, projected costs for the remediation activities are in the range of \$65,000 to 135,000. Mr. Scheidel requested a total authority of up to \$135,000 to address the risks at the site.

Mr. Scheidel noted that the consultant working on the claim was not present in the room. Mr. Beech asked for a motion on the matter and hearing none, made the motion to approve the claim authority; Ms. Carlson seconded the motion. The measure passed on a vote of 6-0.

CONTRACTS ENTERED INTO SINCE THE MARCH 2, 2012 BOARD MEETING

Mr. Scheidel noted no contracts had been entered into since the March 2, 2012 meeting.

OTHER ISSUES

Mr. Scheidel noted that he, Mr. Gastineau, Mr. Steward, Ms. Douskey, Mr. Paul Nelson (DNR) and Ms. Ruth Hummel (DNR), and Mr. Darren Binning of Seneca Companies has recently attended the National Tanks Conference in St. Louis, Missouri. Mr. Scheidel noted that many have looked to Iowa and the operator training programs that have been established a good example of how things should work. Mr. Scheidel also noted that many states were interested in learning about private insurance and following the model that Iowa established for its program. Mr. Scheidel noted that for the next meeting, planned for September 2013, he would encourage the Board members to consider attending.

CORRESPONDENCE AND ATTACHMENTS

Mr. Beech asked if there was any further business. Mr. Scheidel noted that the next meeting was scheduled for Friday, April 27th at 10:00 am. It was noted that the legislative session may be over at that time however due to questions on that it was recommended the date be retained. There were no objections to this recommendation.

Mr. Beech inquired if there was any further discussion needed and hearing none asked for a motion to adjourn the meeting. Mr. Barry moved to adjourn, and Mr. Friedrichsen seconded the motion. By a vote of 6-0, the Board adjourned at 11:02 a.m.

Respectfully Submitted,



Scott M. Scheidel
Administrator

Board Issues

A. Legislative Issue Discussion



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

MEMO

TO: Iowa UST Board

FROM: Scott Scheidel

DATE: April 19, 2012

RE: 2012 Legislative Session

The 2012 Legislative Session continues to move along and may be adjourned by the time of the Board Meeting on April 27th.

Senate File 2311 was passed by both chambers and sent to the Governor for signature. The changes the Board discussed in March were made to the amendment that was made to the bill. The final language was:

DIVISION XXII

IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND BOARD

Sec. 149. Section 455G.4, subsection 1, paragraph a, subparagraphs (4) and (5), Code Supplement 2011, are amended to read as follows:

(4) ~~Two~~Three public members appointed by the governor and confirmed by the senate to staggered four-year terms, except that, of the first members appointed, one public member shall be appointed for a term of two years and one for a term of four years. A public member shall have experience, knowledge, and expertise of the subject matter embraced within this chapter. ~~The two~~A public members shall member may have experience in either, or both, financial markets or insurance.

(5) ~~Two~~Three owners or operators appointed by the governor, two of which shall be designated as follows:

(a) One member shall be an owner or operator who is self-insured.

(b) One member shall be a member of the petroleum marketers and convenience stores of Iowa or its designee.

The changes will take effect July 1st.

B. 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
Dawn Carlson

Jeff W. Robinson
Eric W. Johnson

Roger Lande
Karen Andeweg

MEMORANDUM

TO: UST Board Members
FROM: Scott Scheidel
DATE: April 11, 2012
SUBJECT: Summary of Bills for Payment

NOTICE

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

1. Aon Risk Services\$97, 608.00
Consulting Services for –June 2012- \$58,608.00
Claims Processing Services for –June 2012- \$39,000.00

2. Iowa Attorney General’s Office\$6,567.84
Legal Services for the UST Fund March FY2012

Monthly Activity Report and Financials Reviewed

A. March 2012 Activity Report

Iowa UST Fund
Monthly Activities Report

Mar-12

Claims	Open Claims Feb Ending	Monthly Net Changes	Open Claims March Ending	Open & Closed Totals since Inception
RETROACTIVE				
number	39	0	39	444
reserve	\$1,659,249.07	(\$78,301.45)	\$1,580,947.62	\$1,580,947.62
paid	\$6,651,750.93	\$83,301.45	\$6,735,052.38	\$16,440,689.73
	\$8,311,000.00	\$5,000.00	\$8,316,000.00	\$18,021,637.35
REMEDIAL				
number	556	(3)	553	4,446
reserve	\$24,505,852.87	(\$86,908.59)	\$24,418,944.28	\$24,414,880.26
paid	\$80,377,452.33	\$56,208.60	\$80,433,660.93	\$197,999,461.74
total	\$104,883,305.20	(\$30,699.99)	\$104,852,605.21	\$222,414,342.02
INNOCENT LANDOWNER				
number	173	(5)	168	1,103
reserve	\$7,058,802.36	(\$90,393.18)	\$6,968,409.18	\$6,968,409.18
paid	\$11,449,409.64	\$3,392.18	\$11,452,801.82	\$26,108,206.86
total	\$18,508,212.00	(\$87,001.00)	\$18,421,211.00	\$33,076,616.04
GLOBAL OPT-IN				
number	146	1	147	1,294
reserve	\$859,418.67	(\$7,059.37)	\$852,359.30	\$852,359.30
paid	\$1,131,119.14	\$16,059.37	\$1,147,178.51	\$9,392,071.80
total	\$1,990,537.81	\$9,000.00	\$1,999,537.81	\$10,244,431.10
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	31
reserve	\$455,556.78	(\$12,984.70)	\$442,572.08	\$442,572.08
paid	\$285,443.22	(\$7,015.30)	\$278,427.92	\$505,991.09
total	\$741,000.00	(\$20,000.00)	\$721,000.00	\$948,563.17
TANK PULLS				
number	27	3	30	135
reserve	\$280,013.00	\$43,000.00	\$323,013.00	\$323,013.00
paid	\$0.00	\$0.00	\$0.00	\$1,206,934.40
total	\$280,013.00	\$43,000.00	\$323,013.00	\$1,529,947.40

Corrective Action Meetings	
Scheduled:	17
Completed:	1,077
MOA's	474

Operator Training (Class A / B)	
Number trained (A/B)	2452
Paid (FY2011)	\$183,600.00
Paid (FY2012)	\$52,780.00

RT Claims	#
New	0
Reopened	0
Closed	0
RM Claims	#
New	1
Reopened	0
Closed	1
ILO Claims	#
New	3
Reopened	0
Closed	3
GS Claims	#
New	1
Reopened	0
Closed	1
Tank Pull	#
New	4
Reopened	0
Closed	9

Invoice Type Totals	March	FYTD	Program to Date
2004 Tank Pull	0.00	0.00	\$ 1,761,013
2010 Tank Pull	26,625.00	918,394.47	\$ 1,170,313
American Soils	0.00	0.00	\$ 5,678,423
AST Removal	0.00	0.00	\$ 2,121,637
AST Upgrade	0.00	0.00	\$ 5,460,479
CADR Charges	1,872.50	2,942.50	\$ 4,195,511
Corrective Action	1,043.51	31,871.90	\$ 51,023,992
Expenses (OT)	300.00	62,080.00	\$ 229,980
Free Prod Recover	14,511.69	328,815.59	\$ 9,119,472
Monitoring	88,585.31	1,088,256.89	\$ 25,204,799
Operations/Maint	12,824.41	278,953.71	\$ 8,834,233
Over-excavation	64,313.52	932,815.24	\$ 26,164,384
Plastic Water Lines	0.00	206,207.90	\$ 1,897,037
Post RBCA Evals	0.00	7,607.57	\$ 177,292
RBCA	21,716.70	135,552.41	\$ 25,483,190
Remed Imp/Const.	2,996.00	614,848.55	\$ 25,442,688
SCR Charges	0.00	0.00	\$ 54,185,400
Site Check	0.00	3,517.76	\$ 137,470
Soil Disposal	0.00	0.00	\$ 670,827
Tank (UST) Pull	0.00	4,707.00	\$ 5,145,550
Tank (UST) Upgrade	0.00	0.00	\$ 5,891,655
Tier III	1,700.00	48,524.73	\$ 1,236,667
Utilities	6,193.96	123,103.23	\$ 1,590,738
Well Closure	1,470.00	144,328.57	\$ 3,095,473
Total Invoice Types	244,152.60	4,932,528.02	\$ 264,967,926

Remediation Budgets Approved to Date		
last month (Mar 12)	3	\$125,978
Trailing 12 mos	31	\$1,315,548
Prev Trail 12 mos	35	\$1,675,754
Total Since Jan 2003	1,021	\$38,972,321

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

B. March 2012 Financial Report

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MARCH 31, 2012**

1 - UST REVENUE FUND (Bonding)

Balance of Fund, March 1, 2012 \$9,302,921.37

Receipts:

Tank Management Fees (FY2010)	\$0.00	
Motor Vehicle Use Tax (IDOT - vehicle registration)	\$3,500,000.00	
Intra State Fund Transfers Received	\$0.00	
Interest Income	\$9,043.55	
Interest Income - Capital Reserve Fund	\$0.00	
		\$3,509,043.55

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, March 31, 2012 \$12,811,964.92

0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)

Balance of Fund, March 1, 2012 \$1,477,082.84

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 (208 Remedial)	\$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	\$19,704.58	
		\$19,704.58

Disbursements:

UST Administrator's Fees	\$195,216.00	
Attorney General's Fees	\$5,747.57	
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's Fees - Bankers Trust	\$0.00	
Claim Settlement	\$0.00	
Custodial Fees - BONY	\$0.00	
Department of Revenue EPC Collection Fees	\$1,201.17	

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MARCH 31, 2012**

Innovative Technology	\$0.00	
Inspection & Appeals Service Fees	\$0.00	
Legal and Professional Fees	\$0.00	
Postage / Printing / Miscellaneous	\$0.00	
Professional Admin Services (Investments)	\$0.00	
Professional Services - Owner/Operator Training	\$0.00	
Rebate	\$0.00	
Special Project Claims and Operator Training Expenses	\$300.00	
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 - DNR UST Section Funding - FY10	\$0.00	
Statutory Transfer to DNR (recurring)	\$0.00	
Statutory Transfer to DNR (database upgrades)	\$0.00	
Statutory Transfers to Misc. Funds	\$0.00	
Appropriation 2011	\$36,357.76	
Transfer of Funds to Innocent Land Owners	\$0.00	
		\$238,822.50
Balance of Fund, March 31, 2012		\$1,257,964.92

0208 - UST REMEDIAL NON-BONDING FUND

Balance of Fund, March 1, 2012		\$5,085,052.43
Receipts:		
Remedial Refunds	\$0.00	
Misc. Income (i.e. eligibility settlements)	\$0.00	
Interest Income	\$0.00	
Transfer Received from 471 Rev Fund	\$0.00	
		\$0.00
Disbursements:		
Retroactive Claims	\$76,244.90	
Remedial Claims	\$253,959.26	
Transfer to Unassigned Revenue Fund	\$0.00	
Balance of Outdated Warrants & Cancelled Warrants	\$0.00	
		\$330,204.16
Balance of Fund, March 31, 2012		\$4,754,848.27

0478 - UST MARKETABILITY FUND

Balance of Fund, March 1, 2012		\$726,170.25
Receipts:		
Interest	\$1,038.95	
Use Tax	\$1,038.95	
		\$1,038.95
Disbursements:		
Intra State Fund Transfer	\$0.00	
Transfer to Innocent Landowners Fund	\$0.00	
		\$0.00
Balance of Fund, March 31, 2012		\$727,209.20

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FOR THE MONTH ENDING MARCH 31, 2012**

0485 - UST INNOCENT LANDOWNERS FUND

Balance of Fund, March 1, 2012		\$3,276,641.89
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	
		\$0.00
Disbursements:		
Cost Recovery Reimbursement	\$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	\$1,442.16	
Innocent Landowner Claims	\$54,186.35	
Transfer to Remedial Fund 208	\$0.00	
Balance of Outdated Warrants	(\$6,217.20)	
		\$49,411.31
Balance of Fund, March 31, 2012		\$3,227,230.58

38 - UST LOAN GUARANTEE FUND (Non-Bonding)

Balance of Fund, March 1, 2012		\$277,442.76
Receipts:		
Loan Application Fees	\$0.00	
Interest Income	\$67.29	
		\$67.29
Disbursements:		
Processing of Loan Applications	\$0.00	
Intra State Fund Transfer	\$0.00	
Payments on Loan Losses	\$0.00	
		\$0.00
Balance of Fund, March 31, 2012		\$277,510.05

0614 - UST CAPITAL RESERVE FUNDS (Bonding)

Balance of Fund, March 31, 2012		\$0.00
Combined UST Capital Reserve Fund Balances, March 31, 2012		\$0.00
TOTAL FUND BALANCES, March 31, 2012		\$23,056,727.94

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 labeled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

C. Year-to-Date Financials as of March 31, 2012

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MARCH 31, 2012**

		FISCAL 2012 BUDGET
0471 - UST REVENUE FUND (Bonding)		
Balance of Fund, March 1, 2012	\$9,290,721.00	\$9,290,721.00
Receipts:		
Tank Management Fees - FY10	\$0.00	\$0.00
Motor Vehicle Use Tax (IDOT - vehicle registration)	\$10,500,000.00	\$14,000,000.00
Intra State Fund Transfers Received	\$0.00	
Interest Income	\$21,243.92	
Interest Income - Capital Reserve Fund	\$0.00	
	\$10,521,243.92	\$14,000,000.00
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	\$9,000,000.00
Transfer to Innocent Landowner Fund	\$0.00	\$7,000,000.00
Transfer to Remedial Non-Bonding Fund	\$7,000,000.00	\$7,000,000.00
	\$7,000,000.00	\$23,000,000.00
Balance of Fund, March 31, 2012	\$12,811,964.92	\$290,721.00
0450 - UST UNASSIGNED REVENUE FUND (Non-Bonding)		
Balance of Fund, March 1, 2012	\$4,701,809.63	\$4,701,809.63
Receipts:		
Request for Proposal Fees	\$0.00	
Copying/Filing Fees	\$0.00	
Fines & Penalties	\$0.00	\$10,000.00
Refund/Overpayment	\$6,250.00	
Transfer From UST Revenue Fund	\$0.00	\$9,000,000.00
Transfer From UST ILO Fund	\$0.00	
Transfer From UST Remedial Fund	\$67,639.46	
Intra State Fund Transfers Received	\$0.00	\$276,905.54
Compensation for Pooled Money Investments	\$0.00	
Amort / Accretion	\$0.00	
Buys/ Sells	\$0.00	
Interest Income	\$32,576.61	\$25,000.00
	\$106,466.07	\$9,311,905.54
Disbursements:		
UST Administrator's Fees	\$957,296.76	\$1,100,000.00
Attorney General's Fees	\$49,649.90	\$65,000.00
Attorney's Fees: Cost-Recovery Administration	\$0.00	
Cost Recovery Expense (i.e. Lien Filing, Overpayment Refund)	\$0.00	\$150.00
Actuarial Fees	\$0.00	
Auditor of the State Fees	\$5,017.03	\$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	\$5,278.09	\$5,000.00
Environmental Protection Charge Refunds	\$0.00	
Innovative Technology	\$0.00	

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MARCH 31, 2012**

		FISCAL 2012 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	\$67.60	\$100.00
Professional Admin Services (Investments)	\$3,750.00	
Professional Services - Owner/Operator Training	\$58,200.00	\$250,000.00
Rebate	\$0.00	
Special Project Claims and Operator Training Expenses	\$5,780.00	\$500,000.00
Travel Expenses-UST Board Members	\$223.47	\$700.00
Warrant Float Expense	\$0.00	
28E Agreement - DNR Plume Study	\$0.00	\$500,000.00
28E Agreement - NFA Claims	\$0.00	\$500,000.00
28E Agreement - DNR UST Section Funding - FY10	\$0.00	\$0.00
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	\$0.00	\$250,000.00
Appropriation 2011	\$2,465,047.93	
Transfer of Funds to Innocent Land Owners	\$0.00	
	\$3,550,310.78	\$3,476,050.00
Balance of Fund, March 31, 2012	\$1,257,964.92	\$10,537,665.17
0200 - UST REMEDIAL NON-BONDING FUND		
Balance of Fund, March 1, 2012	\$2,476,236.34	\$2,476,236.34
Receipts:		
Remedial Refunds	\$2,969.50	\$0.00
Misc. Income (i.e. eligibility settlements)	\$0.00	
Interest Income	\$0.00	
Transfer Received from Revenue Fund	\$7,000,000.00	\$7,000,000.00
Transfer Received from ILO	\$0.00	
	\$7,002,969.50	\$7,000,000.00
Disbursements:		
Retroactive Claims	\$323,794.52	\$700,000.00
Remedial Claims	\$4,335,961.69	\$6,000,000.00
Transfer to Unassigned Revenue Fund	\$67,639.46	
Balance of Outdated Warrants	(\$3,038.10)	
	\$4,724,357.57	\$6,700,000.00
Balance of Fund, March 31, 2012	\$4,754,848.27	\$2,776,236.34
0478 - UST MARKETABILITY FUND		
Balance of Fund, March 1, 2012	\$717,263.77	\$717,263.77
Receipts:		
Interest	\$9,945.43	\$50,000.00
Use Tax	\$0.00	
	\$9,945.43	\$50,000.00
Disbursements:		
Intra State Fund Transfer	\$0.00	
Transfer to Innocent Landowners Fund	\$0.00	
	\$0.00	\$0.00
Balance of Fund, March 31, 2012	\$727,209.20	\$767,263.77

**IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE TANK FUND
STATEMENT OF FUND BALANCES
FISCAL YEAR TO DATE ENDING MARCH 31, 2012**

		FISCAL 2012 BUDGET
0485 - UST INNOCENT LANDOWNERS FUND		
Balance of Fund, March 1, 2012	\$3,789,762.08	\$3,789,762.08
Receipts:		
Cost Recovery (i.e. lien settlements)	\$5,000.00	\$0.00
ILO Refunds	\$11,969.00	
Transfer Received from Revenue Fund	\$0.00	\$7,000,000.00
Transfer Received from Unassigned Rev Fund	\$0.00	
Transfer from Marketability Fund	\$0.00	
Miscellaneous Income	\$0.00	
	\$16,969.00	\$7,000,000.00
Disbursements:		
Cost Recovery Reimbursement	\$0.00	
Cost Recovery Global Settlement	\$0.00	
Transfer to Remedial Fund	\$0.00	
Intra State Fund Transfers Paid (to Unassigned Revenue)	\$0.00	\$0.00
Global Settlement Claims	\$45,208.04	\$75,000.00
Innocent Landowner Claims	\$549,008.76	\$1,500,000.00
Intra State Fund Transfers Paid	\$0.00	
Balance of Outdated Warrants	(\$14,716.30)	
	\$579,500.50	\$1,575,000.00
Balance of Fund, March 31, 2012	\$3,227,230.58	\$9,214,762.08
0238 - UST LOAN GUARANTEE FUND (Non-Bonding)		
Balance of Fund, March 1, 2012	\$276,905.54	\$276,905.54
Receipts:		
Loan Application Fees	\$0.00	
Interest Income	\$604.51	\$0.00
	\$604.51	\$0.00
Disbursements:		
Processing of Loan Applications	\$0.00	
Payments on Loan Losses	\$0.00	
Transfer to Unassigned Revenue Fund	\$0.00	\$276,905.54
	\$0.00	\$276,905.54
Balance of Fund, March 31, 2012	\$277,510.05	\$0.00
0614 - UST CAPITAL RESERVE FUNDS (Bonding)		
Combined UST Capital Reserve Fund Balances, March 31, 2012	\$0.00	\$0.00
TOTAL FUND BALANCES, March 31, 2012	\$23,056,727.94	\$23,586,648.36

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. All bond funds are \$0.00 8/31/08
Funds labeled "Non-Bonding" are funds not restricted as to use by the Revenue Bond indenture.

Attorney General's Report

**IOWA UNDERGROUND STORAGE TANK PROGRAM
 THIRD BOARD REPORT
 APRIL 5, 2012
 VALLEY RESTAURANT INC
 108 N "U" AVE
 VILLISCA
 SITE REGISTRATION NUMBER: 8607575
 LUST NUMBER: 7LTY50**

RISK CLASSIFICATION:

HIGH

LOW

UNDETERMINED

PRESENT CLAIM RESERVE:

\$ 640,000.00

PREVIOUS BOARD APPROVAL:

\$ 583,000.00

Number and Date of each previous Board Report: 1st: January 14, 2002; 2nd: October 13, 2008

PREVIOUS COSTS INCURRED:

\$ 365,373.86

COSTS INCURRED SINCE LAST BOARD APPROVAL:

1. Site monitoring reports	16,804.67
2. Remediation implementation	11,913.93
3. Operation and maintenance	18,901.73
4. Over-excavation	154,871.72
5. Utilities	18,628.44
TOTAL COSTS INCURRED TO DATE:	\$ 586,494.35

PROJECTED COSTS:

<input type="checkbox"/>	Risk Based Corrective Action Tier II Report	<input type="checkbox"/>	Tank Pull/Upgrade
<input checked="" type="checkbox"/>	Site Monitoring Reports (SMR)	<input type="checkbox"/>	Free Product Recovery (FPR)
<input type="checkbox"/>	Corrective Action Design Report (CADR)	<input checked="" type="checkbox"/>	Implementation of CADR

TOTAL PROJECTED COSTS:

\$ 25,000.00 to 65,000.00 +

ADDITIONAL AUTHORITY RECOMMENDED:

\$ 77,000.00

TOTAL AUTHORITY:*

\$ 660,000.00

COMMENTS: This is an eligible innocent landowner claim. Historically, this was a very contaminated site with contamination present over a large area. The last excavation & remediation system tweaks have lowered contaminate levels below the site specific target levels. We are pleased with the results however the free product remains, therefore, some additional remediation is recommended.

*Previous approval + additional recommended

**IOWA UNDERGROUND STORAGE TANK PROGRAM
 FOURTH BOARD REPORT
 APRIL 12, 2012
 MILLER BROTHERS FURNITURE
 3104 HWY 75 N
 SIOUX CITY
 SITE REGISTRATION NUMBER: 8604319
 LUST NUMBER: 7LTT11**

RISK CLASSIFICATION:

HIGH

LOW

UNDETERMINED

PRESENT CLAIM RESERVE:

\$ 850,000.00

PREVIOUS BOARD APPROVAL:

\$ 600,000.00

Number and Date of each previous Board Report: 1st: May 14, 2002. 2nd: August 2, 2006. 3rd: November 23, 2010

PREVIOUS COSTS INCURRED:

\$ 552,638.22

COSTS INCURRED SINCE LAST BOARD APPROVAL:

1. CADR	1,872.50
2. Free Product Recovery	5,546.71
3. Site monitoring reports	1,886.41
4. Remediation Implementation	<u>10,491.50</u>

TOTAL COSTS INCURRED TO DATE:

\$ 572,435.34

PROJECTED COSTS:

<input checked="" type="checkbox"/> Site Monitoring Reports (SMR)	<input checked="" type="checkbox"/> Free Product Recovery (FPR)
<input type="checkbox"/> Corrective Action Design Report (CADR)	<input checked="" type="checkbox"/> Implementation of MPE system

TOTAL PROJECTED COSTS:

\$ 250,000 to 350,000

ADDITIONAL AUTHORITY RECOMMENDED:

\$ 285,000.00

TOTAL AUTHORITY:*

\$ 885,000.00

COMMENTS: The site is high risk due to soil and groundwater contamination in proximity to three non-residential sewers. The proposed corrective action is designed primarily to address the observed free product but should assist in addressing the remaining contaminants. The previous remedial system did not address the area currently impacted by contaminants and is no longer functioning. A pilot test was completed in 2011 to assist in the design of the proposed system. The consultant estimates that the system will need to run for one to three years to meet both the target levels and address the free product; estimated costs include \$156,000 for the system installation and startup, \$36,000 annually for utilities and \$14,000 for operation, maintenance and monitoring.

Previous approval + additional recommended



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: UST Board

FROM: Scott M. Scheidel

**SUBJECT: Contract No. CRPCA 0612-39: Galva
Contract Extension Request**

DATE: April 16, 2012

Background

In October 2005, the Iowa DNR entered into an agreement with Double Circle Farm Supply, Inc. (DCFS) so as to allow the Department to provide direct oversight of all corrective action measures required for a select set of properties owned by DCFS. The Board and DNR subsequently entered into a 28E agreement to jointly administer the corrective action activities on the two LUST sites now under the control of the Department.

In May 2007, the Board retained Geode Environmental to provide consulting services to address a commingled contaminant plume involving one of the DCFS properties and a second fund eligible LUST site in the community of Galva, IA. The sites are classified high risk due to proximity of the contaminant plumes to nearby wells, vapor receptors and a protected groundwater source. A combined air sparge / vapor extraction system was installed and commenced operation in early 2011 with the intended goal of meeting site specific target levels within 3 years. Recent tests have indicated the high risk target levels may have been met however further efforts are needed to achieve a No Action Required status.

The Board's agreement with Geode was written as a 3-year agreement, with the option of three 1-year extensions. The first two options have been utilized and the agreement is now set to expire in May 2012. The Board has authorized funding for this project to a limit of \$393,500; to date \$269,540.80 has been paid, with a majority of the expenditures related to the installation and operation of the remedial system.

Recommendation

It is requested that the Board authorize extending the contract with Geode Environmental using the 3rd and final extension, for a 12-month period, through May 31, 2013.

c: Sandi Porter, GAB Robins

**Contracts Entered Into Since
March 30, 2012
Board Meeting**



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

ΦΦΦ *MEMO* ΦΦΦ

TO: UST Board

FROM: Scott Scheidel

DATE: April 19, 2012

RE: Contracts Entered Into Since March 30, 2012

The Board has not entered into any contracts since the March 30, 2012 UST Fund Board meeting.

Other Issues as Presented

Correspondence and Attachments