

TOWN OF DOVRE

TOWN BOARD MEETING

The Dovre Town Board met at 7:00 p.m. on Tuesday, September 9, 2014 at the Dovre Town Hall located at 304 25 ½ Street. Twenty Three (23) people present. Representatives from Joy Global – SEH – Sioux Creek Silica – J & F Transport LLC – Turn-Key Processing Solutions and Dovre Residents . Names are on file with Clerk/Treasurer.

Chairman Dean Trowbridge called the Meeting to order at 7:00 p.m. Roll Call - Supervisors – Tim Nelson – Dan North - James Plummer – Mitch Hanson and Chairman Dean Trowbridge are all Present. Also present – Attorney – Dan Gustafson - Consultant – Greg LaFond - Clerk/Treasurer – Linda K. Reinolt and Patrolman, Art Harelstad, Jr.

Purpose of this Meeting with regard to Sioux Creek Silica, LLC, is on the Attached Town Board Meeting Notice. There is no Agenda for this Meeting other than the Meeting Notice. Board will convene into Closed Session later in this meeting.

Motion by Nelson seconded by Hanson to rescind Amendment #1 to Sioux Creek Silica Operations Agreement, proposed by the Town of Dovre Board. Motion carried with a unanimous Yes Vote of the Town Board. Information - The Sioux Creek Silica Operations Agreement was adopted on June 10, 2014. Amendment #1 was Adopted by the Town Board with discussed changes on July 8, with 4 Yes and 1 No Vote from the Town Board and sent to Mr. George Bates, Manager/Authorized Representative for Sioux Creek Silica, for his signature. Mr. Bates did not sign the Amendment but proposed an Alternative Amendment #1 that was not agreed upon by the Town Board.

Presentation from the Companies involved with building the Sioux Creek Silica Conveyor System.

J & F Transport LLC - Fred Bannister and Jack Skaw had been working on this project and presented this idea to the Town of Dovre Board on October 14, 2011. They then contacted Joy Global regarding the project and it proceeded to the point it is now.

Joy Global - Garret Ashburn – Joy Global has designed and built Overland Conveying Systems all over the world. Headquarters – Milwaukee, WI – Service Center at Virginia, MN – Iron Range. 16,000 Employees, in 20 Countries and 130 Locations. The Overland Conveying Systems negotiate undulating terrain, are run off Electrical Motors and reduce truck hauling. Can run in any weather, minimal dust, low dust emissions. Software can change belt speeds as needed. The Conveyor System running through Dovre will be an enclosed conveyor system. Environmental noise is loudest by the Drives. Conveyor Noise meets OSHA Requirements. Supervisor Nelson – Major Highway and Wetlands are your biggest obstacles. Need to have accurate surveys and information, but will be able to meet those obstacles. They produce highly reliable systems that exceed all industry standards. Conveyor is built to run in all kinds of weather, hot, extremely cold and snow. The system will run 600' per minute. 2000 and 1500 hours power system. The 4 ½ Mile Conveyor System will have braking systems to prevent accidents, etc with conveyor. 38 weeks to design the system and bring in components to have the system built. Joy Global is not building the Conveyor. The totally enclosed conveyor will be built on a service road that is 33', with the conveyor built to 1 side of the Road and the rest is Service Road. The Road will have minimal impact to the surroundings. Catch Pans and Belt Flip Areas are the sensitive Areas of the conveyor. Bud Fontanna - located in Virginia, MN. at the Service Center in the Iron Range area, stated that Joy Global develops flawless installations and will not cut corners.

Dan Hedrington – SEH Project Manager. SEH works with all types of projects obtaining DNR permits, etc for each project. As of today needed Permits have been obtained so the Wet and Dry Plant are a go, but still working with DNR. The Reclamation Plan has been OK'd by Barron County, but will require review with the Conveyor System. DOT has approved the Conveyor going underneath on the slope area of Bridge Area of Hwy 53 crossing HWY "A" in the Town of Dovre. The DOT will examine the Design of Footings & Foundations. Supervisor Nelson asked Mr. Hedrington, as of today, where are they in the Permit Process? Probably 6 to 9 months out yet. LaFond – Is the intent of Global Engineering to start now? Hedrington - Joy Global will need to wait for SEH to obtain Permits and work with environmental impacts. At this point, he cannot guarantee the project will obtain all needed permits, but

will continue to work on obtaining needed permits. Mr. Bates stated that in the Fall of 2013 he had instructed SEH to pursue the building blocks.

Robert Archibald, of Archibald Consulting Group, read a Delineation of Wetlands Report from DNR Wetlands Specialist, Sue Mackowski, stating that 10 wetlands were delineated in this project. Trout stream wetland issue – Rail has 0 impact - No waterways in Dry/Wet Plant – built with less than 10,000 Sq Feet of Wetland. “Fatal Flaw Analysis” – All steps with permitting will be to plan – Do you find any Fatal Flaws? She stated in the letter “No”.

John Vyskocil – Turn Key Processing Solutions (TPS)– Concerns – Noise – Building will help; Dust – will not be dust – is enclosed. Will be trucking waste back until other arrangements with marketing are made. Less than 1% will be trucked back – will not be sending over waste; wetlands; Air Modeling with Dry Plant. TPS worked with Chieftain Sands and Superior Silica Sand and both have passed the Air quality tests. TPS built Superior Silica Sands Plant. Benefits – Safety; Production and Quality product to open a mine and keep it open in the marketplace. Dry Plant – June 2015 – 150 tons per hour with 20 hours per day – Permitted. Wet Plant 800,000 Tons per year and are Permitted for 1 Million Tons per year. Anticipate 38 to 50 Employees for Dry Plant, Wet Plant and Conveyor Operations. Conveyor maintenance – 1st 5 years very little belt maintenance – 5 to 7 years – probably replace the belt.

Chairman Trowbridge – 1250 ton per hour conveyor – run conveyor at minimal time possible. Electrical - Substations, etc. Barron Electric Coop - leading Drive Technology and lowers electrical use. Will have a nice long starting ramp. Supervisor Hanson – What is the actual Design Cost and Structure Cost? Mr. Bates – 8 to 10 Million Dollars. Resident, Lori Trowbridge - Board talks about keeping available jobs filled by local people. Mr. Bates: TPS is contracted to do the hiring for the Company. His preference is to hire Local People. They must pass Drug Test, Show up on Time; Good Work Ethics – and preference to Military Veterans.

George Bates, Global Proppant Supply, LLC thanked the Board for the opportunity to present information on this project with their Contract Partners – Joy Global – Best in the world for Engineering and Designing, SEH – Best in Permitting and TPS Chief Operating Officer for Company. Need first class companies and people to make this project work.

Supervisor Plummer stated that in Joy Global Slides showed project with Chetek instead of New Auburn. Want it to be corrected. Will you let other sand companies use this conveyor? No - Feel it would be problematic for quality control. Mr. Archibald said he was told by 2 sand companies they were not interested. Mr. Lafond stated to those who presented information at the meeting, It was a very informative presentation.

Chairman Trowbridge announced a 5 minute break. The Town Board will then go into Closed Session.

Chairman Trowbridge called Board Meeting back into session. Motion by Nelson, seconded by Hanson to go into Closed Session. Roll Call Vote – Trowbridge – Yes; Nelson – Yes; North – Yes; Plummer – Yes; Hanson – Yes. Also Present – Attorney – Dan Gustafson - Consultant – Greg LaFond - Clerk/Treasurer – Linda K. Reinolt

Motion by Nelson, seconded by Plummer to Adjourn. Motion Carried – Unanimous Yes Vote.

Linda K. Reinolt, Clerk/Treasurer
Town of Dovre, Barron Co, WI