

**NOTICE OF REGULAR MEETING
OF THE BOARD OF DIRECTORS
RURAL WATER DISTRICT NO. 2
MIAMI COUNTY, KANSAS**

The Regular Meeting of the Board of Directors of Rural Water District No. 2, Miami County, Kansas will be held at 7:30 p.m. on Monday the 10th day of December, 2012 at the District Office located at 255th Street and Harmony Road, Hillsdale, Kansas.

AGENDA

- I. Opening
- II. Minutes
 - 1) Reading
 - 2) Approval
- III. Current Invoices
 - 1) Review
 - 2) Approval
- IV. Guests
 - 1) Thomas McClanahan-Acct #2137
- V. Leak Adjustment
 - 1) Lannette Coyer-Acct #0565
- VI. Subscriptions & Relocates
- VII. Line Extensions
- VIII. Old Business
 - 1) Annexation of properties from RWD #4
- IX. New Business
- X. Reports
 - 1) Engineer
 - 2) Legal
 - 3) Treasurer
 - 4) Manager
- XI. Announcements
- XII. Adjournment

Board Meeting Minutes

The regular meeting of the Board of Directors of Rural Water District No. 2, Miami County, Kansas was held on December 10, 2012, at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

Directors Attending: Jim Dycus, Doug Hensley, Alan Hire, Rick Norland, Mike McClurg, Jim Bracken, Brad Ryckert, Gary Guetterman and Lyle Wobker.

Also Attending: Lana Kettler, Jerry Bennett and Carl Hartley.

Guest Attending: Tom McClanahan-Acct #2137 and Lanette Coyer-Acct #0565

Welcome and Approval of Minutes

Chairman Jim Dycus called the meeting to order at 7:30 p.m.

A motion was made by Gary Guetterman to dispense with reading the minutes for the regular monthly meeting. Lyle Wobker seconded. Vote: 8-0, motion passed.

Mike McClurg moved to approve the minutes as written. Brad Ryckert seconded. Vote: 8-0, motion passed.

Doug Hensley arrived 7:33 p.m.

Lyle Wobker moved to pay the bills as presented. Motion was seconded by Brad Ryckert. Vote: 9-0, motion passed.

Leak Adjustments

Lanette A. Coyer, Account No. 0565, stated she had a leak where the water line comes in to the foundation of her house. She said it had been repaired and she was aware of the four year time frame.

Leak Amount-51,500 gallons over 2 months

Average Usage-10,110 gallons

Leak Billing Amount-\$257.56

Adjusted Billing Amount-\$210.64

Savings-\$46.92

Motion made by Jim Bracken to approve the leak adjustment, seconded by Brad Ryckert. Vote: 9-0, motion passed.

Guests

Tom McClanahan-Account No. 2137 was present to ask the Board to reconsider his request for payment on damages caused by a broken pipe. He said the leak was a result of high pressure. There was discussion on the leak. Chairman Dycus stated the Board had voted at the November meeting to not pay for the damages and the decision stands.

Subscriptions

There were no new subscriptions received since the November meeting:

Old Business

Jerry Bennett reported on the Stone Annexation request. He stated the District can't maintain the chlorine residual in Rural Water District No. 4's old eight inch line. Rural Water District No. 4 Miami County, KS does not want to serve them either, so Mr. Stone was directed back to the City of Louisburg.

Mike McClurg asked for an update on the easement from the PUA. Jerry said the PUA has not reached a decision yet.

New Business

Chairman Jim Dycus presented a copy of the 2013 Voting Ballot. There were no nominations received from the patrons, only the three nominations from the Board would be on the ballot. There was discussion on the cost of sending the ballots out with no additional nominations and revising the By-Laws, so that ballots would not have to be mailed out if there were no nominations from the patrons. Jim Bracken made the motion to create a By-Law modification for not mailing ballots if only three nominations were received. Carl Hartley, Jerry Bennett and Lana Kettler were to work on the wording for the modification. The proposed modification notice would be included on the 2013 ballot and annual meeting notice for vote at the annual meeting. Mike McClurg seconded the motion. Motion passed 9-0.

Engineering

Jerry Bennett reported the engineering cost for feasibility study with Johnson Water #7 for a joint tower from Larkin was \$15,000.00. Shafer Kline and Warren were going to submit an estimate for the cost of the study.

Jerry Bennett updated the Board on the filter gallery problem. The sixteen inch pipe had been taken apart and the blockage cleared. The problem totally corrected and preventative measures have been taken, so the problem will not occur again.

Legal

Carl Hartley said the District had received a request from the Hillsdale Presbyterian Church to be annexed into the District and deannexed from Water #7, Johnson County, KS. Water #7 wanted to know if the District will serve if the area is deannexed or if the District will serve with a substitute service agreement. There was discussion on the type of service needed and fire protection. It was the consensus of the Board that the District would serve either way.

Carl Hartley reported on the Lindley annexation. During the research process it was discovered there were four additional tracts that were currently being served by the District, that were not annexed into the District. To correct the oversight they would be included in the Lindley annexation.

Mr. Hartley said several years ago the Board started to work with Public Wholesale Supply #7, Cass County, MO on substitute service agreements for meters they serve in the District's area. No agreements were ever completed, now they have a new application and want to establish an agreement. Mike McClurg moved to have Jerry Bennett work with Cass #7 and the landowner to get the agreement in place. Doug Hensley seconded the motion. Motion passed 9-0.

A request from Alta Vista Energy to be served by the PUA was also received. There was discussion on the availability of water and the location of District lines. Alta Vista would have to pay for a three inch water line extension and the District could pay for the upgrade to six inch. It was the consensus of the Board that the District would serve Alta Vista.

Carl Hartley reported on the amount of the atrazine settlement. The District should receive \$268,047.68 the second or third week of January 2013. There was discussion on the settlement and the involvement of other area entities.

Doug Hensley asked about Mr. McClanhan's intent to file a lawsuit against the District for the damages. There was a discussion on the lawsuit and negligence. Mr. Hartley said the court would have to prove the District was negligent.

Treasurer's Report

Alan Hire reported there was no activity this month.

Manager's Report

Jerry Bennett said he had no additional report.

Announcements

Chairman Dycus wished everyone a Merry Christmas.

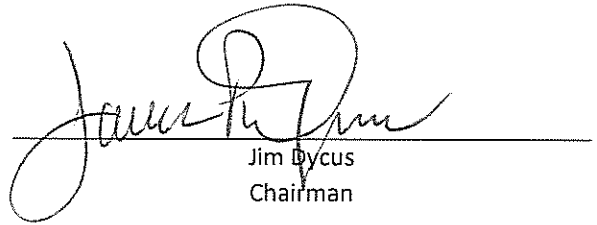
Adjournment

Motion made by Brad Ryckert to adjourn. Seconded by Doug Hensley. Vote: 9-0, motion passed.

Adjournment Time: 8:55 p.m.



Brad Ryckert
Secretary



Jim Dycus
Chairman

01/14/2013
Date