

**NOTICE OF REGULAR MEETING
OF THE BOARD OF DIRECTORS
OF 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 13th day of June, 2011 at the District Office located at 255th Street and Harmony Road, Hillsdale, Kansas.

AGENDA

- I. Opening
- II. Reading & Approval of Minutes
- III. Pay Current Invoices
- IV. Leak Adjustment
 - 1) Leslie Anderson-Account #1787
- V. Subscriptions & Meter Relocates
 - 1) SJDN Family LaCygne Farm, LLC-#0956 Meter Relocate
- VI. Line Extensions
- VII. Guests
- VIII. New Business
 - 1) Customer water cost: Rick Norland
 - 2) Service Awards: A. Godfrey and W. Knop
 - 3) Business Communications: TBD
 - 4) Salaries/Manager Objectives: TBD and Date
- IX. Old Business
 - 1) Possible ByLaw Revisions re: Board Elections
- 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 June 13, 2011 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

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

Also Attending: Jerry Bennett, Lana Kettler and Carl Hartley

Guests: Dr. Art Godfrey, Wayne Knop and Louis Franke.

Welcome and Approval of Minutes

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

Motion made by Jim Bracken to dispense with reading the minutes. Doug Hensley seconded. Vote 5-0, motion passed. Jim Bracken moved to approve the minutes as written. Ron Flaigle seconded. Vote 5-0, motion passed.

Approval of Warrants

Motion made by Alan Hire to approve the warrants as presented. Seconded by Ron Flaigle. Vote: 5-0, motion passed.

Gary Guetterman arrived at 7:33 p.m.

Subscriptions

There was one relocate request received since the May meeting:

1. SJDN Family LaCygne Farm, LLC-Acct #0956, 391st & Somerset

New Business

Chairman Dycus stated Rick Norland agreed to review water rates charged to Rural Water District No. 2 patrons.

Chairman Dycus presented service awards to Wayne Knop for 19 years of service and Dr. Art Godfrey for 20 years of service. Both thanked the Board for letting them serve and wished the Board and the District continued success, growth and encouraged the Board to think forward and look out for the patrons.

Chairman Dycus gave a power point presentation on possible changes in the District's Bylaws regarding voting procedures for electing new directors. The steps presented to change the voting procedure were:

1. Bylaws changes approved at a special meeting.
2. Board nominations and request for additional nominations mailed out to patrons.
3. Nominations returned to the District Office and validated
4. Ballots mailed out to patrons and returned to District Office prior to annual meeting.

There was discussion on ways to handle mail in ballots. Approval of the changes to the bylaws, require a majority vote of patrons present at the meeting. Jim Bracken moved to proceed with the four steps as presented by Jim Dycus and creation of zones in the future. Ron Flaigle seconded. Motion passed 6-0. Jerry Bennett, Lana Kettler and Carl Hartley are to work out the details.

Engineering

Jerry Bennett reported the engineers have sent out the bid invitations for the Louisburg Booster Pump Upgrade. There will be a pre-bid meeting here at the District Office on June 21st. The Bid opening will be on June 30th. The projected completion date is February 2012.

Legal

Carl updated the Board on the CUP Appeal. The District has filed its brief, but the County has asked for an extension.

Carl also reported on the Louisburg case. Everything has been submitted to Judge Smith. The judge will review all the data and will issue his judgment at any time.

Carl Hartley reviewed the new policy the Board adopted effective June 1, 2011 adding the additional charge of \$20.00, if District personnel are sent to terminate service for non-payment and collect payment at the door.

Carl informed the Board about activity in the Atrazine Class Action Suit. Jerry Bennett, as the District's representative will give a deposition on July 23rd and July 24th.

Treasurer's Report

Alan Hire reported one CD matured on June 8th at Gardner Bank:

CD #19616	General Funds CD	\$272,073.98
-----------	------------------	--------------

The CD was deposited into the Operating MMA at 1st Option. It is currently paying 1.0%. Rate Quotes ranged from 0.50% for 90 days to 1.30% for 24 months.

Manager's Report

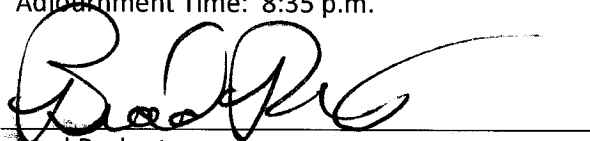
Jerry Bennett said Louis Franke, Fire District #2, was present to discuss with the Board the need for a fire hydrant located south of 255th on Hospital Drive. A fire hydrant or hydrants along Hospital Drive would help serve the area along Hospital Drive and west to Harmony Road. There was discussion on the line size and what would be involved to install hydrants. Jerry Bennett said he would review what would

have to be upgraded and work on a pipeline proposal. Mr. Franke was to see what the Fire District would be willing to contribute toward the upgrade and hydrant installations.

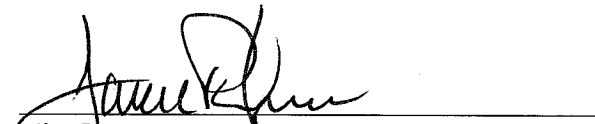
Adjournment

Motion made by Gary Guetterman to adjourn. Seconded by Ron Flaigle. Vote: 6-0, motion passed.

Adjournment Time: 8:35 p.m.



Brad Ryckert
Secretary



Jim Dycus
Chairman

July 11, 2011

Date