

**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. Monday, the 11th day of November, 2013 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
- V. Leak Adjustment
 - 1) Christopher Kline-Account #0347
- VI. Subscriptions & Relocates
 - 1) Ann Vohs-231st & Renner Road
 - 2) Larry Harper-3909 W. 263rd Street
 - 3) David Moll-28080 W. 303rd Street
- VII. Line Extensions
- VIII. Old Business
- IX. New Business
 - 1) Nominations for 2014 Elections
 - 2) Salary Committee Report
 - 3) Budget Committee Report
- 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 November 11, 2013 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

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

Absent Director: Rick Norland

Also Attending: Jerry Bennett and Lana Kettler.

Guest: Christopher Kline, Account No. 0347

Welcome and Approval of Minutes

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

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

Mike McClurg moved to approve the minutes as corrected. (Gary Guetterman's name was omitted from Directors Attending) Lyle Wobker seconded. Vote: 8-0, motion passed.

Alan Hire moved to pay the bills as presented except check number 6994 to Cutting Edge Trucking. Motion was seconded by Doug Hensley. Vote: 8-0, motion passed.

Leak Adjustments

Christopher Kline, Account No. 0347, requested a leak adjustment. Mr. Kline said the leak was on the service line by the house. Jerry Bennett informed the Board of the leak details:

- Leak Amount-67,000 gallons over 1 ½ months
- Average Usage-5,235 gallons
- Leak Billing Amount-\$298.12
- Adjusted Billing Amount-\$210.18
- Savings-\$87.94

Mr. Kline said he was aware of the four year time frame. Mr. Kline asked the Board for a payment plan. The Board said the payment plan should be worked out with District Office staff. Motion made by Jim Bracken to approve the leak adjustment, seconded by Doug Hensley. Vote: 8-0, motion passed.

Subscriptions & Line Extensions

There were three subscriptions since the October 2013 board meeting:

1. Ann Vohs-231st & Renner Road
2. Larry Harper-3909 W. 263rd Street
3. David Moll-28080 W. 303rd Street

New Business

Chairman Dycus said four nominations from the District at large had been received so far. The deadline for nominations is November 15th, this coming Friday. The By-Laws were reviewed and only three nominees from the Board and three nominees from the District at large can be placed on the ballot. There was discussion on the

process to select the three nominees for the District at large. All the nominees were to be invited to witness the drawing of nominee names following the November 15th deadline. The date and time was to be determined by the manager. Chairman Dycus said he would be present to represent the Board and draw the three nominees' names using a blind balloting procedure.

Doug Hensley, chairman of the salary review committee presented the 2014 salary recommendations. He updated the Board on the four year plan the Board has been following; to up some of the salaries to a more competitive salary range. There is one more year left on the plan. General Manager, Jerry Bennett, had recommended an average salary increase of 4%. Brad Ryckert moved to approve the proposed salary plan. Gary Guetterman seconded the motion. Motion passed 8-0.

Doug Hensley also presented a request to increase the annual employee compensation/bonus to \$1,000.00. He said the District had a very good year and the hard work of the staff had kept the average water loss at 2% or less. The current compensation amount is \$500.00 and has been at that rate for the last 20-25 years. There was discussion on the amount to be paid. Jim Bracken moved to set the 2014 annual employee compensation at \$750.00. Doug Hensley seconded. Vote 8-0, motion passed.

Alan Hire reviewed the 2013 projected yearend figures and the proposed 2014 Budget. The 2014 proposed Budget reflects a total operating income of \$2,730,573.00, operating expenses of \$2,090,300.00 with capital improvement expenses of \$530,000.00, resulting in gross net income of \$110,273.00. There was discussion on the projected 2013 net income and 2014 anticipated expenses. Jim Bracken moved to approve the projected 2014 Budget. Doug Hensley seconded the motion. Motion carried 8-0.

Engineering Report

Jerry Bennett reported check number 6994 was for Pay Request No. 1 of the 303rd Street/South Louisburg Upgrade in the amount of \$112,618.10. Brad Ryckert moved to approve the pay request to Cutting Edge Trucking. Lyle Wobker seconded the motion. Motion passed 8-0.

Manager's Report

Jerry Bennett reported the lake level was 915.25 feet, 1 ¾ feet below conservation pool level.

Announcements and Adjournment

Lana Kettler reminded the Board the December meeting would also be the Board's Christmas get together. There would be food and goodies to enjoy at the meeting.

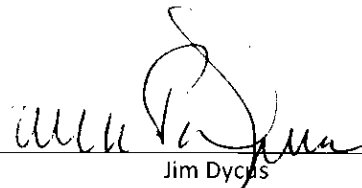
Adjournment Time: 8:36 p.m.



Brad Ryckert
Secretary

12/09/2014

Date



Jim Dycus
Chairman