

**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., the 9th day of June, 2014 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) Rick Wagner-GoBrolly Communications
- V. Leak Adjustment
 - 1) David Whisler-Account No. 1710
- VI. Subscriptions & Relocates
 - 1) Ron Stock-232nd & Metcalf Road
 - 2) Luke Moylan-31017 Lookout Road
 - 3) John Meyer-7690 W. 311th Street
 - 4) Mark J. Mackey-Account No. 1417 Meter Relocate
 - Current Location: Dedicated to Lot #1-SE ¼ 36-15-24 (Meter Not Set)
 - New Location: 239th & Antioch Road-SE ¼ 6-16-25
- VII. Old Business
- VIII. New Business
- IX. Reports
 - 1) Engineer
 - 2) Legal
 - 3) Treasurer
 - 4) Manager
- X. Announcements
- XI. 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 9, 2014 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

Directors Attending: Jim Dycus, James Bracken, Alan Hire, Gary Guetterman, Rick Norland, Brad Ryckert and Lyle Wobker.

Absent Director: Doug Hensley, Mike McClurg

Also Attending: Jerry Bennett, Lana Kettler, Carl Hartley and Ed Kluber

Guest Present: R. T. Wagner

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: 7-0, motion passed.

Gary Guetterman moved to approve the minutes as written. Brad Ryckert seconded. Vote: 7-0, motion passed.

Alan Hire moved to pay the bills as presented. Motion was seconded by Jim Bracken. Vote: 7-0, motion passed.

Guest

R. T. Wagner, Brolly Communications, informed the Board about his small internet communications company. He was present to visit with the Board about placing internet antennas on the District's water towers-Louisburg, Central and Plant. Mr. Wagner told the Board the antennas are installed on the railings and not on the very top of the tower. The antennas do not require a building, just 110 electrical connection. There was discussion on types of service, service area and lease agreements. It was the consensus of the Board to proceed with further research on the possibilities. Carl Hartley will look into sample lease agreements and provide items for further consideration.

Subscriptions & Line Extensions

There were three meter subscriptions and one meter relocate received since the May 2014 board meeting:

1. Ron Stock-232nd & Metcalf Road
2. Luke Moylan-31017 Lookout Road

3. John Meyer-7690 W. 311th Street
4. Mark J. Mackey-Account No. 1417 Meter Relocate to 239th & Antioch Road

New Business

Jerry Bennett presented a proposal from Acord Cox & Company for the 2014 Audit. The proposed audit fee is \$8,050.00. The audit fee for 2013 was \$7,800.00. Alan Hire moved to approve the proposal. Gary Guetterman seconded the motion. Vote: 7-0, motion passed.

Legal

Carl Hartley said he would be attending the Joint Advisory Meeting with RWD #2 and Water 7. He has reviewed the engineering study done for Water 7 & Spring Hill, Ed Kluber's figures and Alan Hire's expansion facts & figures. There was discussion on Water 7 taking over Spring Hill's water service, joint contracts involving all three entities and future demands.

Carl told the Board he was going to be a presenter at a water drought seminar put on by ~~KSU~~ KU. Gary Hansen will be a joint presenter with him. The HAWC agreement would be a major topic of discussion.

Treasurer's Report

Alan Hire reported the MMA interest rates at 1st Option were going down. Currently all of the District's funds are deposited in three different MMA accounts at 1st Option Bank. They have had the best rates, even greater than CD rates. There was discussion on interest rates. It was decided to send out a request for CD rate quotes for \$200,000.00 and see what is available.

Manager's Report

Jerry Bennett discussed the intake pump removal issues. ABA Pump Supply provided the District with a quote considerably less than other quotes. ABA had done some pump service work for the District and there were no issues. Difficulties were encountered during pump removal. The pump and motor were serviced, and the pump reinstalled. After the initial startup the motor failed on the second day. ABA does not want to pull the pump again. During a meeting it was presented they were not provided all information regarding the depth (actual length was 40 feet longer than district personnel estimated) and possible settling of the intake pump casing near the intake screen. ABA requested due to this new information the district pay for another company to pull the unit and ABA will repair the motor or pump under warranty.

Jerry Bennett said he had quotes from two companies to pull and inspect the pump. Douglas Pump quoted \$19,000.00 and Alliance Pump quoted \$17,000.00. There was discussion on what needed to be done to re-establish the pump service as we are approaching peak demand time. It was the consensus of the Board to have Alliance Pump pull the pump, inspect it and give a quote for the repairs.

Jerry Bennett reported the lake level was at 915.3 feet. The level is 1.7 feet lower than the conservation pool level of 917.

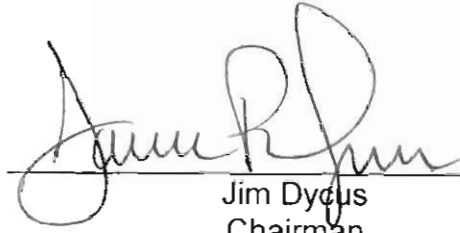
Alan Hire questioned the pump run time used in his figures last month and Ed Kluber's calculations. There was discussion on additional time required for pump down time in relationship to plant capacity. This time and capacity factor needed to be included in any future plant expansion discussions.

Announcements and Adjournment

Meeting adjourned 8:45 p.m.



Brad Ryckert
Secretary



Jim Dycus
Chairman

07/14/2014

Date