

**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 the 9th day of January 2017 at the District Office located at 255th Street and Harmony Road, Hillsdale, Kansas.

AGENDA

- I. Opening
- II. Minutes
 - a. Reading
 - b. Approval
- III. Current Invoices
 - a. Review
 - b. Approval
- IV. Guests
 - a. Ken Cox, Acord Cox Company-2016 Audit
- V. Leak Adjustment
 - a. Steven Thomas-Account #0857
 - b. Jim Queen-Account #0058
 - c. Mrs. George Jackson-Account #1680
- VI. Subscriptions & Relocates
 - a. Gary Brockus-276th & Saddle Ridge
 - b. McQueen Homes-23454 Long Road
- VII. Old Business
- VIII. New Business
 - a. Pickup Truck Bids
- IX. Reports
 - a. Engineer
 - b. Treasurer
 - c. 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 January 9, 2017 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

Directors Attending: Jim Dycus, Lyle Wobker, Gary Guetterman, Alan Hire, Charlie Sievert, Mike McClurg, Glenn Alpert, Brad Ryckert and Rick Norland.

Also Attending: Jerry Bennett, Lana Kettler and Ed Kluber

Welcome and Approval of Minutes

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

Glenn Alpert moved to dispense with reading the minutes for the regular monthly meeting. Brad Ryckert seconded. Vote: 9-0, motion passed.

Glenn Alpert moved to approve the minutes as written. Charlie Sievert seconded the motion. Vote: 9-0, motion passed.

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

Leak Adjustment

Mr. Steve Thomas, Account No. 0857 was present to request a leak adjustment. He stated the leak was out in the pasture by a cattle waterer. He said the leak was repaired and he agreed to the four year time frame. There was discussion on the process of notification of a leak and the leak adjustment policy.

Leak Usage-322,500 gallons over 2 months
Average Usage-26,590 gallons
Leak Billing Amount-\$1,332.32
Adjusted Leak Billing Amount-\$928.34
Savings Amount-\$403.98

Gary Guetterman moved to approve the leak adjustment. Brad Ryckert seconded the motion. Vote: 9-0, motion passed.

Lana Kettler presented a letter from Linda Jackson, Account No. 1680. Mrs. Jackson said she had a leak under the barn. The leak was found and repaired. She agreed to the four-year time frame. She asked the Board for a payment plan for the leak amount.

Leak Usage-139,790 over 2 months
Average Usage-21,800 gallons
Leak Billing Amount-\$595.63
Adjusted Leak Billing Amount-\$451.35

Savings Amount-\$144.29

Brad Ryckert moved to approve the leak adjustment and waive the penalties for the three-month payment plan, review the monthly average in 2015 and recalculate the leak adjustment using 2015 usages. Gary Guetterman seconded the motion. Vote: 9-0, motion passed.

Guest

Ken Cox, Acord Cox & Company, the District auditor, presented the 2016 Audit Report. Ken reviewed the KPERS accounting requirements. The KPERS information was reported the same way in the 2016 report and it was in the 2015 Audit Report. He stated the District showed a net increase in Net Income of \$178,002.00 with Total Assets of \$23,484,782.00. Once again, the District is in good financial standings, and is a very strong institution. There was discussion on KPERS and raising rates. Lyle Wobker moved to approve the draft audit as presented. Rick Norland seconded the motion. Vote: 9-0, motion passed.

Subscriptions & Line Extensions

There were two meter subscriptions since the December 2016 board meeting:

- Gary Brockus-276th & Saddle Ridge
- McQueen Homes-23454 Long Road

New Business

Jerry Bennett presented the truck bids for a 2017 ¾ ton, 4 x 4, crew cab pickup. There were three bids received. The low bidder was Lang Chevrolet for \$20,094.00 with a \$12,000.00 trade-in allowance. There was discussion on the truck and the bids received. Glenn Alpert moved to approve the low bid of \$20,094.00 with Lang Chevrolet. Charlie Sievert seconded the motion. Vote: 9-0, motion passed.

Engineering Report

Jerry Bennett said the engineers are ready to release the Louisburg Interconnect Project for bidding. The engineers also have the intake screen project ready to submit to KDHE for approval.

Manager's Report

Jerry Bennett discussed the proposed statute change for rural water districts. It pertains to forfeited benefit units. People purchase a property and they think there is a benefit unit (water meter) on the property and there is not because it has been forfeited for non-payment. The new property owner then must pay for a new benefit unit. The statute change would require districts to reinstate the forfeited benefit unit upon paying 20% of the current benefit unit cost and the amount delinquent plus subsequent charges (if any). There was a discussion on the statute change. The consensus of the Board was the statute needed a cap on the time frame the benefit unit could be reinstated. A five-year statute of limitations is recommended.

Jerry Bennett stated the KRWA Conference was coming up the last of March. He asked if any of the Board would like to attend. Mike McClurg and Glenn Alpert said they would. Brad Ryckert said he would if his calendar was clear. Chairman Dycus asked for someone to be the official voting delegate at the KRWA Annual Meeting.

Announcements and Adjournment

Jerry Bennett announced the 2017 Annual Meeting would be held on February 13, 2017, 6:00 p.m. with the regular February meeting following.

Alan Hire moved to adjourn. Brad Ryckert seconded the motion. Vote: 9-0, motion passed.

Meeting adjourned 8:45 p.m.


Brad Ryckert
Secretary


Jim Dycus
Chairman

2/13/17
Date