

Board Meeting Minutes

The regular meeting of the Board of Directors of Rural Water District No. 2, Miami County, Kansas was held on November 12, 2018 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance

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

Absent Directors: Gary Guetterman

Also Attending: Jerry Bennett and Lana Kettler

Guest: Roy Shockey, Acct #1794

Welcome and Approval of Minutes

Vice-Chairman Lyle Wobker called the meeting to order at 6:00 p.m.

Charlie Sievert moved to dispense with reading the minutes for the regular monthly meeting. Glenn Alpert seconded the motion. Vote: 7-0, motion passed.

Glenn Alpert moved to approve the minutes as corrected (spelling corrections). Charlie Sievert seconded the motion. Vote: 7-0, motion passed.

Alan Hire moved to pay the bills as presented. Charlie Sievert seconded the motion. Vote: 7-0, motion passed.

Leak Adjustment

Mr. Roy Shockey, Account No. 1794, was present to request a leak adjustment. He said the leak was in the house and he thought was caused by high pressure. He stated the leak was repaired and agreed to the four-year time-frame.

Jerry Bennett informed the Board of the leak details:

Leak Usage-80,980 gallons
Average Usage-8,400 gallons
Leak Billing Amount-\$354.19
Adjusted Billing Amount-\$245.32
Savings-\$108.87

Brad Ryckert moved to approve the leak adjustment. Glenn Alpert seconded the motion. Vote: 7-0, motion passed.

Subscriptions, Relocates & Line Extensions

Two benefit units and one-line extension were purchased since the October 8, 2018 meeting.

1. Jake Conner-343rd & Beaver Creek Road
2. Doug Rudy-21648 Limestone Ridge
3. Jim Bracken-Bracken Extension-287th & Cedar Niles Road (Extension Only)

Jerry Bennett explained the line extension details. Brad Ryckert moved to approve the line extension. Charlie Sievert seconded the motion. Vote: 7-0, motion passed.

New Business

Jerry Bennett presented the "Temporary Substitute Service Agreement" between WaterOne and Rural Water #2 for Sean Keenan, located within WaterOne service at 4098 W. 223rd. Alan Hire moved to approve the agreement. Charlie Sievert seconded the motion. Vote: 7-0, motion passed.

Engineering

Jerry said the bid opening for the intake scheduled for November 16, 2018 had been delayed to December 10, 2018. Alliance Pump is going to pull intake pump #2 and camera the shaft to make sure the new pump will fit. There was discussion on pulling the pump and the installation of the new pump.

Chairman Jim Dycus arrived at 6:20 pm.

Plant Upgrade

Jim Dycus led a discussion on the future need for plant upgrade, including the loan options, project time frame, wholesale growth, RWD 2 growth and Water #7's request for additional water. There was additional discussion on the possibility of completing the project in phases. Jerry Bennett said he would visit with Danny Coltrane, Midwest Engineering Group, to set up a plan of action and present it to the Board.

Treasurer

Alan Hire, Budget Committee Chairman, presented the 2019 Budget. 2019 projected income is \$3,329,241.00 with operating expenses of \$2,655,944.00 resulting in Net Operation Income of \$673,297.00. Proposed 2019 Construction Projects of \$2,742,500.00 creates a Net Loss of \$2,810,059.00, including a proposed loan payment of \$741,000.00. Lyle Wobker moved to approve the 2019 Preliminary Budget. Charlie Sievert seconded the motion. Vote: 8-0, motion passed.

Manager's Report

Jerry Bennett reported the District would be running free chlorine in November.

Jerry Bennett stated one nomination had been received. Ballots will be mailed out by December 15th. Lana Kettler reminded the directors up for election to submit their bios for the ballots.

Adjournment

Meeting adjourned 7:50 pm.

Brad Ryckert
Secretary

Jim Dycus
Chairman

Date