

**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 6:00 p.m. the 9th day of January 2023 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) Brian Scott, Auditor (via zoom)
- V. Leak Adjustment
- VI. Subscriptions, Relocates & Line Extensions
 - 1) Fireflies Farm-26095 Ridgeview Fire Hydrant Only
 - 2) 30W299, LLC-299th & Spring Valley
 - 3) Gwendolyn Strubbe-311th & Metcalf
 - 4) Cody Beal, Acct #3651-231st & Renner Upgrade to 1" meter
- VII. Old Business
 - 1) Spring Hill Contract
 - 2) Water #7 Memorandum of Understanding
- 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 January 9, 2023, at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance

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

Directors Absent: Gary Guetterman

Also Attending: Jerry Bennett & Trenton Morris & Brian Scott (via Zoom)

Chairman Wobker called the meeting to order at 6:00 pm.

Approval of Minutes and Invoices

Glenn Alpert moved to dispense with reading the minutes for the regular meeting held in December. Jim Dycus seconded the motion. Vote: 8-0, motion passed.

Mike McClurg moved to approve the minutes as written. Brad Ryckert seconded the motion. Vote: 8-0, motion passed.

Alan Hire moved to pay the invoices as presented except check #16135 to Walters-Morgan and check #16132 to Midwest Engineering. Glenn Alpert seconded the motion. Vote: 8-0, motion passed.

Trenton Morris reviewed the Walters-Morgan pay request for \$133,774.67. This pay request includes payment up to a final 2.5% retainage the board agreed to at the previous meeting. Alan Hire moved to approve pay request #18. Charlie Sievert seconded the motion. Vote: 8-0, motion passed.

Audit Report

Brian Scott, Acord, Cox and Scott LLC, presented the fiscal year 2022 audit report. Brian reported the following highlights:

The District's total assets increased by \$2,259,485 from \$26,370,348 in 2021 to \$28,629,733 in 2022.
The District's total liabilities increased by \$1,574,434 from \$751,078 in 2021 to \$3,733,810 in 2022.
Revenue from water sales increased by \$506,835 from \$3,226,975 in 2021 to \$3,733,810 in 2022.
Costs and operating expenses increased by \$56,140 from \$3,389,583 in 2021 to \$3,445,723 in 2022.

Brian commented the District is in very good financial shape and he looks forward to working with the district in 2024.

Jerry presented the Midwest Engineering invoices. Invoices totaled \$22,426.35 including inspection for Phase 1 and design towards Phase 2. Glenn Alpert moved to approve and pay Midwest Engineering-check #16132. Charlie Sievert seconded the motion. Vote: 8-0, motion passed.

Leak Adjustments

Jerry Bennett presented two leak adjustments for approval:

- Rush Renner, Acct #3793, leak usage of 226,320 gallons with a normal usage of 18,589 gallons. Billing adjusted to \$790.24 representing a savings of \$365.61.
- Calvin Beck, Acct #707, leak usage of 125,100 gallons with a normal usage of 1,725 gallons. Billing adjusted to \$429.36 representing a savings of \$217.14.

Jerry stated all the required documents were submitted. Charlie Sievert moved to approve the leak adjustments as presented. Brad Ryckert seconded. Vote: 8-0, motion passed.

Subscriptions and Line Extensions

Two subscriptions, one fire hydrant and a one 1 inch meter upgrade was purchased since 12/12/22.

- 1) Fireflies Farm-26095 Ridgeview – Fire Hydrant
- 2) 30W299, LLC – 299th & Spring Valley – Benefit Unit
- 3) Gwendolyn Strubbe – 311th & Metcalf – Benefit Unit
- 4) Cody Beal, Acct #3651-231st & Renner – 1 inch upgrade

Old Business

The Spring Hill Wholesale Contract Amendment was presented to the board for final approval. This final draft was approved by the Spring Hill City Council. The amendment allows for a one year extension past the original contract expiration date of June, 2023. A second year extension is optional by approval of both parties. Jim Dycus motioned to approve the contract amendment as presented. Rick Norland seconded. Vote: 8-0, motion passed.

New Business

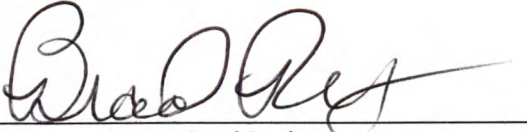
A Memorandum of Understanding was presented from Johnson County Water 7 indicating their intention to purchase an additional capacity of up to 1 million gallons per day. The Memorandum explained that Water 7 submitted an application through SRF for the total amount of \$6 million. Glenn Alpert motioned to accept the Memorandum of Understanding as presented. Rick Norland seconded. Vote: 8-0, motion passed.

Chairman Wobker asked for volunteer board members to serve as ballot counters after balloting ends January 15th. Glenn Alpert and Mike McClurg offered to help count ballots on Thursday, January 19, 2023 at 1:30 pm.

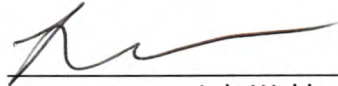
It was reminded that the Annual Meeting of District will be held on February 13th @ 6pm. The regular meeting will follow the Annual Meeting.

Adjournment

Meeting Adjourned 7:25 p.m.



Brad Ryckert
Secretary



Lyle Wobker
Chairman

Date