

**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 pm on the 13th day of January 2025, at the District Office located at 25290 Harmony Road, Paola, KS

AGENDA

- I. Opening
- II. Minutes
 - 1) Reading
 - 2) Approval
- III. Current Invoices
 - 1) Review
 - 2) Approval
- IV. Guests
 - 1) Brian Scott (Acord, Cox, & Scott, LLC) – via Teams
- V. Leak Adjustment
 - 1) Stephen Burk – 32215 Metcalf Rd
 - 2) Michael Macke- 33146 Oak Grove
- VI. Subscriptions & Forefeiture
 - Subscriptions:
 - 1) WR North Ranch, LLC/Lot A (Mueller)-263rd & State Line Rd
 - 2) WR North Ranch, LLC/Lot B (Mueller)- 263rd & State Line Rd
 - 3) WR North Ranch, LLC/Lot C (Mueller)- 263rd & State Line Rd
 - 4) Charles Dixon-K68 Hwy & Indianapolis Rd
 - 5) Salvadore Delatorre- W 319th & Lookout Rd
 - Forefeiture:
 - 1) Donald Fawbush- 28315 W 335th St
- 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 January 13, 2025, at the District Office located at 25290 Harmony Road, Paola, Kansas.

Attendance

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

Absent Directors: Pete Peuser

Also Attending: Jerry Bennett, Trenton Morris and Kalo Shore

Guest Attending: Brian Scott (Acord, Cox, & Scott LLC) Via Teams

Chairman Wobker called the meeting to order at 5:59 pm.

Approval of Minutes

Chairman Wobker informed the board there were couple of changes on the minutes regarding the attorney Todd Luckman, the report on the truck adding the dealership name, and removing the word "sheet" from metal. Glenn Alpert moved to dispense with reading the minutes for the regular meeting held in December. Charlie Sievert seconded the motion. Vote: 8-0, motion passed.

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

Invoices

Alan Hire requested more information about the Hawkins invoices. Trenton Morris explained Hawkins is for chemical purchase, polymer and carbon, HAWC is for the raw water purchase. Alan Hire moved to pay the invoices as presented except check #18365 Midwest Engineering \$72,782.85 and check #18382 Crossland Heavy Contractors \$793,194.90. Glenn Alpert seconded the motion. Vote: 8-0, motion passed.

Guest

Brian Scott with Accord, Cox, & Scott LLC-via teams presented a letter to the board addressing the 2024 audit findings.

- The District's total assets increased by \$14,820,369 from \$39,395,228 in 2023 to \$54,215,597 in 2024.
- The District's total liabilities increased by \$14,027,861 from \$11,336,418 in 2023 to \$25,364,279 in 2024.
- The District's revenues from water sales increased by \$411,420 from \$3,998,825 in 2023 to \$4,410,245 in 2024.
- The District's costs and operating expenses increased by \$237,041 from \$4,142,117 in 2023 to \$4,379,158 in 2024.

- The District began construction for the plant expansion to 12 million gallons per day in 2021. Phases 1 of the project is complete and Phase 2 of the project began in 2023 with an estimated completion date in the second quarter of 2025

Alan Hire moved to approve the audit report as presented. Glenn Alpert seconded the motion. Vote 8-0, motion passed.

Engineering

Trenton Morris reviewed Crossland Heavy Contractors invoice, with accompanying slide photos. Trenton informed the board that most of the work has been inside due to the weather; they have set the high service piping and motors, insulation, and drywall inside of the lab. Trenton updated the board about the committee meeting on December 18, 2024. The three-month substantial completion is March 15, 2025, with final clean-up 30-60 days past that.

Trenton Morris presented the Midwest Engineering invoice. Midwest Engineering is now billing hourly and has an hourly average of \$40k a month. Jerry Bennett estimated that the \$40k/month is anticipated through March.

Glenn Alpert moved to approve the checks #18382 Crossland Heavy Contractors and #18365 Midwest Engineering. Charlie Sievert seconded the motion. Vote 8-0, motion passed.

Leak Adjustments

Kalo Shore presented two leak adjustments.

Acct No.	Name	Avg Use	Leak Use	Total Due	Savings	Adjusted Total Due	Paperwork
2833	Stephen Burk	14,000	293,920	\$1,523.01	\$468.02	\$1,054.99	X
1867	Michael Macke	13,000	57,620	311.94	233.41	78.53	X

Brad Ryckert moved to approve the leak adjustments. Charlie Sievert seconded the motion. Vote: 8-0, motion passed.

Subscriptions and Forfeiture

Five subscriptions have been received since the December meeting.

- 1) WR North Ranch, LLC/Lot A (Mueller)-263rd & State Line Rd
- 2) WR North Ranch, LLC/Lot B (Mueller)- 263rd & State Line Rd
- 3) WR North Ranch, LLC/Lot C (Mueller)- 263rd & State Line Rd
- 4) Charles Dixon-K68 Hwy & Indianapolis Rd
- 5) Salvadore Delatorre- W 319th & Lookout Rd

One Forfeiture was presented:

- 1) Donald Fawbush-28315 W 335th St

Glenn Alpert moved to approve the forfeiture. Alan Hire seconded the motion. Vote: 8-0, motion passed.

Old Business

Jerry Bennett informed the board that he and Trenton Morris met with Water #7 on January 13, 2025. Jerry Bennett reviewed the discussion regarding concerns with language, options to renew and expiration.

Jerry Bennett updated the board the City of Spring Hill has requested a 6-month extension upon expiration of the first two year extension in June 2025. Jerry Bennett suggested that Spring Hill city council be sent a complete package including timeline and terms.

Jerry Bennett communicated that Miami #3 is moving forward with the option of completing a gravity fed connection. Jerry Bennett also updated that Franklin #6 is waiting for Miami #3 to move forward with their connection/river crossing and hoping two river bores can be accomplished by the same contractor.

Jerry Bennett discussed the rate analysis meeting with Beth Warren, final numbers should be coming within the next week or so.

New Business

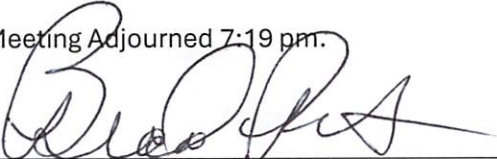
Jerry Bennett reminded the board that the KRWA conference is coming up March 25-27th. Glenn Alpert plans to attend again and offered to be the district's voting delegate.

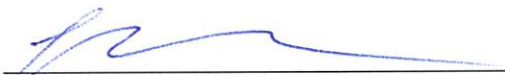
Reports

Treasurer- Four CDs are coming due, with three in January and one in February.

Adjournment

Meeting Adjourned 7:19 pm.



Brad Ryckert
Secretary

Lyle Wobker
Chairman

Date