

Franklin County Rural Water District #1  
Board Meeting Minutes  
August 21, 2018

PRESENT: Karen Walburn, Lance Town, Jake Jenkins, Scott Wood, Keith McAdoo, David Alderman, Cathy Duderstadt, Nicole Roecker and Bob McClay.

GUESTS: Tom Wilson (member), Jack Wilhite, David Buehler, and Dennis Tharp, Robbin Kerth.

1. CALL TO ORDER:

Lance Town called the meeting to order at 7:00p.m.

2. VISITORS:

David Buehler and Dennis Tharp both from the City of Ottawa Utility Dept. presented a proposal to annex Central RV on East 68 into the City's water system. They are now actually on the City's water line, the City's water meter but the water District bills them. (usually the minimum charge) There was some discussion about compensation to the District for that account, but the general feeling from the Board was that this was a very unusual account, and that future annexations would probably benefit the District, so little or no compensation would be expected from the City of Ottawa. No action taken.

Jack Wilhite spoke to the Board again about an extension of the water line on Neosho Road, and some participation financially from the District. The Board again declined to bear the cost, but Keith McAdoo did suggest that the District might have the line installed, then have the cost paid back by Mr. Wilhite and any other new customers over time. Jack seemed to be happy with that prospect, Board will review details. No action.

Robbin Kerth spoke to the Board about several secure options for investing capital funds coming out of various CDs. Board discussed after Mr. Kerth left.

3. READING AND ADOPTION OF MINUTES:

Karen Walburn moved to approve the July minutes as presented, Jake Jenkins seconded, motion passed.

4. OPERATORS REPORT:

Bob indicated that he had to have the brakes replaced on the company truck. Several water leaks during the month due to shifting and contracting soil with the extreme dry weather this summer. We had received paperwork on bridge construction on K33 from the State of Kansas. They thought our lines might be involved. Bob investigated,

determined that it involved the rail road bridge in Wellsville, and that our lines would not be involved. No questions for Bob or Nicole.

#### 5. FINANCIAL REPORT:

Jake Jenkins moved to accept the financial reports as presented, Scott Wood seconded, motion passed.

Discussed CD renewals, GSSB has an offer of a 2.66% rate for two years. After much discussion, Keith McAdoo moved to take the two expired CDs, one from Bank of the West, the other from Landmark Bank in Wellsville, a total of almost \$240,000 and invest it at GSSB in Ottawa. Jake Jenkins seconded, motion carried.

Scott Wood moved to pay the bills, including putting money in Bob's credit card, Jake Jenkins seconded, motion passed.

#### 6. OLD BUSINESS:

Some discussion on the HAWC meeting on August 15. Also some discussion on the move to solid state electronic meters in the future.

#### 7. NEW BUSINESS:

Discussion on the matter of annexing Central RV, no one was sure whether the offer of "compensation" was simply the City's way of easing the District into accepting the City's decision to annex or what. It was decided to talk to Dennis and David again to clarify, but in the meantime Keith McAdoo moved to accept the City's term no matter what they were to annex. Jake Jenkins seconded, motion carried.

#### 8. ADJOURNMENT:

Keith McAdoo moved to adjourn the regular board meeting at 9:00p.m., and move into an executive session for one hour. Scott Wood seconded, motion passed.