

Franklin County Rural Water District #1
Board Meeting Minutes
August 15, 2017

PRESENT: David Alderman, David Kaub, Jake Jenkins, Lance Town, Karen Walburn, Shirley Gilges, Cathy Duderstadt and Bob McClay

GUESTS/MEMBERS: Jerry Bennett

1. CALL TO ORDER

The meeting was called to order by Chairman, David Alderman at 7:00 p.m.

2. READING AND ADOPTING OF MINUTES

The Minutes of the July 18, 2017 meeting were presented for approval. Karen Walburn moved to accept the minutes as presented; David Kaub seconded and the motion carried 6-0.

3. OPERATOR'S REPORT

Bob McClay presented his July report for the Board's review. Bob reported that the generators at the pump houses have been installed and tested. Bob reported that the meter at the 2704 Highway 68, owned by Jody Frings, would be relocated in the next week or so. Bob reported that he would be buying a new weed eater and would be checking into a new roof for the sand creek pump house.

4. FINANCIAL REPORTS

Cathy Duderstadt presented the July financial reports for review and approval. Karen Walburn moved to accept the financial records and pay all bills as presented; Jake Jenkins seconded and the motion carried 6-0.

5. BOOKKEEPER REPORT

Cathy Duderstadt reported the KRWA conference will be held on March 27-29, 2018 and that she, Nichole and Bob would like to attend. It was the consensus of the Board that all could attend and instructed Cathy to get motel rooms and registration completed.

6. OLD BUSINESS

A. ELECTION PROCESS

Chairman, David Alderman discussed the process used for election of Board Members. He reported that other water districts mail ballots to patrons and this could be a way of getting

more patrons to participate in the election process. If changed, the bylaws would have to be changed at the next annual meeting.

B. PENDING LITIGATION

As of today, no further legal action has been taken.

Lance Town stated that he felt that if the rate increase was to balance the budget, it was discrimination to double the rate on a few patrons. He felt that all patrons should pay the same amount. Lance also felt that the benefit unit approval process should be reviewed.

David Alderman stated that the budget process for the upcoming year would begin in October. At that time, the budget committee would look at water rates and/or rate structures.

Jake Jenkins requested that board members try to look at the issues professionally and try to keep emotions out of the equation.

7. NEW BUSINESS

A. HILLSDALE WATER COOPERATIVE PRESENTATION

Jerry Bennett, Hillsdale Area Water Cooperative Treasurer and Miami County RWD #2 General Manger, gave a presentation on the Hillsdale Area Water Cooperative. Jerry gave a brief history of the Hillsdale Cooperative. He also provided charts showing water allocations and minimum annual payments.

B. BENEFIT UNIT APPROVAL

Karen Walburn moved to approve a residential Benefit Unit for Ken and Monica Davidson located at 2521 Sand Creek Road pending an approved feasibility study. David Kaub seconded the motion, and the motion carried 6-0.

C. DISTRICT TRUCK

Chairman, David Alderman reported that the district's truck, a 2013 Chevy Silverado, currently has 118,425 miles. After discussion, it was the consensus of the Board Members that the truck be kept for one more year and then either trade for a new truck or keep as a second vehicle for the district.

David Kaub moved to transfer \$6000.00 to the truck fund. Jake Jenkins seconded and the motion carried 6-0.

D. MAINTENANCE PROPOSAL FOR GENERATORS

Bob McClay presented a proposed maintenance agreement with Cummins Sales and Service for the new generators. The proposal is for a five-year agreement for a total of \$11,519.09. Jake Jenkins moved to accept the maintenance agreement as presented. Lance Town seconded and the motion carried 6-0.

8. EXECUTIVE SESSION

The Board went into Executive Session at 9:15 to approve the minutes of the July 18, 2017 meeting.

9. ADJOURNMENT

Karen Walburn moved to adjourn the meeting, David Kaub seconded and the motion carried 6-0. Meeting adjourned at 9:30.

Board Chairman

Board Secretary