

Board of Directors Meeting
February 27, 2018

Present: Randy Reznicek, Stephen Hilborn II, Harold Ross, Earl Martin, Kathy Dodd, Nanci Essary, Rose Blankenship, David Jakubiec and Jeff Goodwin.

Meeting convened at 7:03 P.M. Mr. Reznicek presiding.

Mr. Martin made the motion to accept the minutes of the January 23, 2018 meeting. Ms. Dodd seconded. All approved. Motion carried.

Mr. Hilborn read the Oath of Office.

Mr. Todd Flippin and Tim Wells with GCG Networks discussed past IT issues and presented solutions for moving forward.

CenturyLink internet and phone expenses discussed. Todd Flippin with GCG Networks will act on behalf of Rose Hill with CenturyLink to get phone and internet cleaned up and possible refund for the 3 phone lines in Mabank, TX.

Discussed moving Rose Hill internet and voice communication services to Ntegrated. Motion made by Stephen Hilborn to table item until CenturyLink issues are cleaned up. Ms. Kathy Dodd seconded. All approved. Motion carried.

Discussed current situation with Corptek (previous IT vendor). Attorney, Leonard Dougal, sent certified letter to Corptek terminating service agreement.

Ms. Kathy Dodd made the motion to send Hatie Ware a letter for options on terminating base service fee or installing a meter on her property. Mr. Ross seconded. All approved. Motion carried.

Ms. Dodd made the motion to change the security company to Terrell Alarm, and to add security to the Norville facility and underground pump station. Mr. Ross seconded. All approved. Motion carried.

Ms. Dodd made the motion to change customer deposit bank account to unlimited withdrawals and the description on several others. Mr. Martin seconded. All approved. Motion carried.

Moving accounts to Credit Union or another bank tabled until after Nanci Essary's public investment funds course.

Mr. Reznicek made the motion to purchase Kathy Dodd's new commercial mower. Mr. Martin seconded. All approved. Motion carried.

Mr. Reznicek made the motion to sell truck and surplus office equipment. Ms. Dodd seconded. All approved. Motion carried.

Mr. Reznicek made the motion to buy used Kobota lawn mower. Ms. Dodd seconded. All approved. Motion carried.

Discussed repairs done on backhoe.

Ms. Dodd made the motion to repair/replace one pump/impeller for up to \$21,500. Mr. Ross seconded. All approved. Motion carried.

Scada upgrade tabled.

Masterlink upgrade to Harmony tabled.

Mr. Martin made the motion to move to the MasterMeter Loyalty program in July and to purchase meters on an as needed basis until then. Ms. Dodd seconded. All approved. Motion carried.

Change billing format to statement from postcard tabled.

Third party filing option for new financial reporting tabled.

Cash payment options tabled.

Ms. Dodd made the motion to approve the reports as presented. Mr. Martin seconded. All approved. Motion carried.

Meeting adjourned to Executive Session at 11:13 P.M.

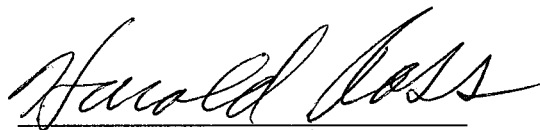
Meeting reconvened at 12:19 A.M.

Ms. Dodd made the motion to accept salary allowance as stated in Executive Session. Mr. Martin seconded. All approved. Motion carried.

Mr. Martin made a motion to adjourn at 12:20 A.M. Ms. Dodd seconded. All approved. Motion carried.



President Randy Reznicek



Sec/Treasurer Harold Ross