

Board of Directors Meeting

June 28, 2022

Present: Randy Reznicek, Janet Frazier, Harold Ross, Earl Martin, Kathy Dodd, and Nanci Essary.

Guests: Lesa Schenkel and Janet Hamilton.

Call to Order: Open Meeting convened at 7:04 pm. Mr. Reznicek presiding.

Public Comments: None

Review and Approve Minutes from previous meeting: Mr. Martin made a motion to accept the minutes of the meeting held on May 24, 2022. Ms. Frazier seconded. All approved. Motion carried.

Review and approve proposals for the purchase and installation of the Monoclor RCS Chemical Feed Systems at the Pump Station and Elevated Tower: Ms. Dodd made a motion to accept the budget and installation proposals for purchase of the Monoclor RCS Chemical Feed Systems for the pump station and tower. Ms. Frazier seconded. All approved. Motion carried.

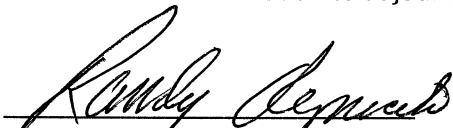
Finance Options for Capital Improvement Projects: Nanci explained that the budget for the distribution and transmission lines to connect the CR 305 pump station to the distribution system had increased from one million to two million dollars mainly due to NTMWD's new meter vault standards. Nanci stated that Rose Hill would no longer be able to pay for that piece of the new take point project from cash reserves, as originally intended, since new chemical equipment and new meters were slated to be paid for by cash reserves. Nanci presented several financing options, along with their costs. She also explained the potential issue that could jeopardize final approval of the USDA loan that the district had already started. During discussions it was agreed that the district's best option for financing the lines, for the new take point project was to seek additional funds from the USDA. If the USDA refused to increase funding for the entire project, then the district would look elsewhere. Ms. Dodd made a motion to request additional funding from the USDA to include the distribution and transmission lines, including the NTMWD meter vault. Mr. Ross seconded. All approved. Motion carried.

Rehab and Clean 100k Underground Tank: Nanci explained she had Adam Blaser with DN Tanks out to inspect the 100k. Unfortunately, Adam was unable to do a detailed inspection because it was discovered that both valves on the float line were leaking water back into the 100k from the 400k. Adam's preliminary assessment of the tank was that it would need some repairs inside and out, cleaned and disinfected before putting it back into service. Adam also estimated that it might be possible to get another 20 years of life out of the tank even though it was already 40 years old. Nanci reminded the board that in order for the tank to function independently from the 400k and be useful in providing redundancy to the system it would need bigger pumps and motors in order to fill the tower during peak demands. Also, some investigation of the yard piping was needed to find out why water is leaking into the wet well area from what appears to be the tank. Mr. Reznicek asked if the tank was needed to serve the district's customer base or for regulatory purposes. Nanci stated it was not needed and would be even less needed when the CR 305 pump station is put online. Mr. Reznicek commented that he felt the tank had lived its useful life. The money that would need to be spent to bring the tank back into proper service was better spent elsewhere, especially if the district could not get a guarantee on how many more years the tank could operate. Ms. Dodd made a motion not to spend anymore more money on the 100k tank and to leave it offline permanently. Ms. Frazier seconded. All approved. Motion carried.

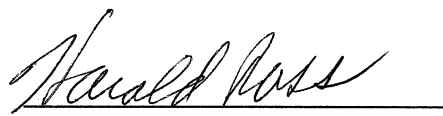
Manager's Reports: Mr. Martin made a motion to accept the manager's reports. Ms. Dodd seconded. All approved. Motion carried.

The Board reviewed and signed off on the May 2022 bank statement.

Mr. Martin made a motion to adjourn the meeting at 10:17pm. Ms. Frazier seconded. All approved. Motion carried.



President, Randy Reznicek



Secretary/Treasurer, Harold Ross