

CLAY RURAL WATER SYSTEM, INC.
BOARD MEETING SUMMARY
FEBRUARY 25, 2010

On February 25, 2010 at 7:32 p.m. the regular meeting of the Clay Rural Water System, Inc. Board of Directors was called to order by President Bob Wood at the Water System Office. The following Directors were also present: Jim Ross, Duane Holoch, Tom Manning, Rick Peterson, Vic Hendriks, Craig Nelson and Glen Gilbertson. Also present were: Greg Merrigan and Donna Henriksen.

ADOPT AGENDA: A motion was made, seconded and carried to adopt the revised Agenda.

MINUTES: The minutes of the January 28, 2010 regular Board meeting were distributed previously. Minutes are approved. The Board Summary for January 28, 2010 regular meeting was distributed previously. Board summary is approved.

VISITORS TO BE HEARD: None.

FINANCIAL STATEMENTS: The January Financial Summary was received. A motion was made, seconded and carried to approve the transfer of funds.

BILLS FOR PAYMENT: The February Bills for Payment and March Bills requiring pre-approval were presented for approval. A motion was made, seconded and carried to approve.

MANAGER'S REPORT: Greg Merrigan presented the February Manager's Report. He reported on automatic meter reading statistics, talked about Rural Water Safety Training, noted the April QOT is at the printers and that the new office computers have been installed, presented the Annual Operations Report for the Board and staff, noted meetings he had attended as well as operating and general and administrative activities performed by the Staff. The December Water Sales Report was also reviewed.

LEGAL REPORT: Greg Merrigan reported that Mike McGill will be in attendance for the District Elections.

NATIONAL RURAL WATER RALLY: Rick Peterson was planning to attend, but because of the weather, had to cancel all reservations and plans.

TOPICS FOR RURAL WATER LEADERSHIP TRAINING: The Board reviewed a list of possible topics for the Leadership 2010 training to be held in November at Cedar Shores. A motion was made, seconded and carried to submit four topics to SDARWS. A motion was made, seconded and carried to suggest changing the dates of the training to before or after harvest.

LEGISLATION: Greg Merrigan presented a Legislative update on several bills the SDARWS is monitoring.

2010 PROJECT: Greg Merrigan presented the monthly project update. He gave a slide presentation of the new mapping program recently installed on the laptops and he showed various slides of the work on the new well and the Garfield Booster Station.

DISTRICT ELECTIONS: The District Election Board will consist of: Mike McGill, Attorney, Erlin Ellison, Marvin Walz, John Bernard and the following Directors: Tom Manning at District I; Glen Gilbertson at District II; and Vic Hendriks at District III.

AGC OF SD 401K - Summary Report: The Board reviewed the Plan Summary for 2009 of the Employee 401K accounts.

HEALTH INSURANCE RENEWAL: A motion was made, seconded and carried to take this item off the table. Greg Merrigan reviewed the 2010 health insurance renewal from Wellmark Blue Cross & Blue Shield. A motion was made, seconded and carried to approve this renewal plan.

SIoux EMPIRE WATER FESTIVAL: A request for a donation to the Sioux Empire Water Festival was reviewed. A motion was made, seconded and carried to give \$100 to the Festival.

COMMITTEE REPORTS: A motion was made, seconded and carried to take this item off the table. A motion was made, seconded and carried to discuss the Policy Committee reports and table the Employee Relations Committee report until next month.

Policy Committee Chairman, Tom Manning reviewed the committees report and recommendations. Several motions were made to implement the recommendations of the committee.

CONFIRM TOUR DATE: A motion was made, seconded and carried to hold the Board Tour on Tuesday, April 6 from 9:00 - 3:00.

SCHOLARSHIP COMMITTEE: Discussion was held on the Scholarship Committee. Bob Wood asked Vic Hendriks, Rick Peterson and Glen Gilbertson if they would be willing to serve on the Committee and they all agreed. A motion was made, seconded and carried to accept the Committee.

ROUTINE OFFICE BUSINESS: Greg Merrigan reviewed the Routine Office Business for the month. A motion was made, seconded and carried to approve two Drop Services, and two New Services.

OTHER ITEMS FOR DISCUSSION: None.

CALENDAR OF EVENTS: March 5 - District Elections: 10:30, 11:30 & 1:00; March 25 - next regular Board meeting, 7:30 p.m., system office; March 27 - Audit meeting at St. Agnes, 9:00 a.m.; March 27 - Annual meeting at St. Agnes, 10:30 a.m.; March 31 - Policy Committee meeting in Ft. Pierre; April 1 - SDARWS Board meeting in Ft. Pierre.

SUPPLEMENTAL INFORMATION: A thank you letter from Dan & Beth Rosenbaum was reviewed.

ADJOURNMENT: A motion was made, seconded and carried to adjourn at 9:55 p.m.