

CLAY RURAL WATER SYSTEM, INC.
BOARD MEETING SUMMARY
JUNE 25, 2009

On June 25, 2009 at 7:30 p.m. the monthly meeting of the Clay Rural Water System, Inc. Board of Directors was called to order by Board President Robert Wood at the System Office. The following directors were also present: Jim Ross, Duane Holoch, Tom Manning (arrived at 7:32 p.m.), Rick Peterson, Vic Hendriks, and Glen Gilbertson. Also present were: Greg Merrigan (arrived at 7:55 p.m.), Donna Henriksen, and Attorney, Mike McGill.

ADOPT AGENDA: A motion was made and seconded to adopt the Agenda. Motion carried unanimously.

MINUTES: The minutes of the May 28, 2009 regular Board meeting were distributed previously. The minutes were approved. A motion was made and seconded to approve the Board Summary for May 28, 2009. Motion carried unanimously.

VISITORS TO BE HEARD: None.

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

BILLS FOR PAYMENT: The June Bills for Payment and July Bills requiring pre-approval were presented for approval. A motion was made and seconded to approve. Motion carried unanimously. Bills approved were: see attached.

MANAGER'S REPORT: Greg Merrigan presented the June Manager's Report. He noted the June issue of QOT had been mailed; discussed the potential Lewis & Clark WTP sewer line; discussed having an Open House at the Wynstone water treatment plant for South Union customers and noted meetings he attended along with distribution, and general and administrative activities performed by the Staff.

LEGAL REPORT: Mike McGill commented on a Small Claims issue and the Policy regarding member notification.

SDARWS UPDATE: Rick Peterson reported on the Board meetings he had attended.

2010 PROJECT: Greg Merrigan reviewed the 2010 Improvements Project Update.

JOHN DEVANY MEMORIAL: Greg Merrigan reported on activity in the past month.

EXECUTIVE SESSION: The Board moved into Executive Session at 8:40 p.m. to discuss legal matters. The Board moved out of Executive Session at 9:00 p.m. A motion was made, seconded and carried unanimously to hire Mike McGill as System Attorney.

RIVER PRESERVE: Greg Merrigan reviewed the letter received from Kent R. Hagg, President of the River Preserve.

SPECIAL MEMBERSHIP MEETING: It was noted that a special Membership Meeting will be held on Thursday, July 23, 2009 at 7:00 p.m. at the System Office to make three changes to the Corporation's bylaws.

MEMBER NOTIFICATION DRAFT POLICY #116: Greg Merrigan reviewed the Draft of Policy #116. The Board would like to add wording for email notification. A motion was made and seconded to table adoption of this policy until next meeting. Motion carried unanimously.

UNION CO. 4-H REQUEST: A request was received from the Union Co. 4-H Leaders Association for sponsorship of Awards. A motion was made and seconded to donate \$100 to the Fair Association. Motion carried unanimously.

ROUTINE OFFICE BUSINESS: A motion was made and seconded and carried to approve three Drop Services, three Membership Transfers and five New Services.

OTHER ITEMS FOR DISCUSSION: None.

CALENDAR OF EVENTS: July 3 – Office closed for 4th of July Holiday; July 16 – QOT Meeting in Mitchell; July 23 – special membership meeting, 7:00 p.m., System Office; July 23 – next regular Board meeting, 7:30 p.m., System Office; July 28 – RW Golf Tournament; July 29 – Manager's Meeting in Sioux Falls; July 29 – St. Agnes students – tour of WTP.

SUPPLEMENTAL INFORMATION: None.

ADJOURNMENT: A motion was made and seconded to adjourn at 9:16 p.m. Motion carried unanimously.