

**SUMMARY**  
**CLAY RURAL WATER SYSTEM, INC.**  
**BOARD OF DIRECTORS – REGULAR**  
**JUNE 26, 2014**

**The regular meeting** of the Clay Rural Water System, Inc. Board of Directors was called to order at 7:31 p.m. by President Bob Wood at the Water System Office. Directors present were: Randy Erickson (7:37 p.m.), Jim Schurdevin (7:32 p.m.), Duane Holoch, Tom Manning, Randy Ronning, Randy Huot, Vic Hendriks, and Glen Gilbertson. Also present were: Manager Greg Merrigan, Office Manager, Donna Henriksen, and Bob Silvano.

**ADOPT AGENDA:** A motion was made, seconded and carried to approve the Agenda.

**DIRECTOR CONFLICT WITH AGENDA ITEMS:** None.

**MINUTES:** The minutes of the May 22, 2014 regular Board meeting were distributed previously. One correction was noted on Item 11 - should read that the SDARWS has formed a 501c3. Minutes are approved as corrected. The Board Summary for May 22, 2014 regular meeting was distributed previously. Board summary was approved making the same correction 501c3.

**VISITORS TO BE HEARD:** System member Bob Silvano was in attendance at the meeting.

**FINANCIAL STATEMENTS:** The May Financial Summary was received. A motion was made, seconded and carried to approve the transfers. Checkbook balance was reviewed.

**CHECK REGISTER:** The June Check Register and July Bills requiring pre-approval were presented for approval. A motion was made, seconded and carried to approve.

**MANAGER'S REPORT:** Greg Merrigan presented the June Manager's Report. He discussed: Annual Regulatory fees; Generator air emission modifications; operator position; QOT; meetings attended, and miscellaneous distribution and project work. April Water Sales Report was also reviewed.

**LEGAL REPORT:** None.

**SDARWS UPDATE:** Glen Gilbertson reported on the June 5th SDARWS Board meeting he attended in the Black Hills. He also attended the Sioux RW Annual Meeting. The Water Pro Conference will be held Oct. 6-8 in Seattle, WA.

**AMR/LAGOON PROJECT:** Greg Merrigan reported on the status of the AMR Project.

**FRINGE BENEFITS 401K COMPLIANCE REPORT:** The Board reviewed the Fringe Benefit's 401K Compliance Report for 2013.

**UNION COUNTY 4-H REQUEST:** Union County 4-H is requesting a donation for their upcoming Fair. A motion was made, seconded and carried to donate \$150.

**AMENDMENT TO LEASE AGREEMENT:** Greg Merrigan reviewed an existing cell tower lease and some recommended changes. After discussion, a motion was made and seconded to approve the amendment to the Lease Agreement contingent on the Lessee meeting all impending requirements. Motion carried.

**ROUTINE OFFICE BUSINESS:** Greg Merrigan reviewed the Routine Office Business for the month. A motion was made, seconded and carried to approve 19 New Members and Four Bad Debts.

**OTHER ITEMS FOR DISCUSSION:** None.

**CALENDAR OF EVENTS:** July 4 - Office closed for Holiday; July 9 & 10 - SDWARN Meeting in Pierre; July 14 - QOT meeting in Madison; July 22 - SDARWS Golf Tourney in Sioux Falls; July 23 - Manager's Meeting in Sioux Falls; July 24 - Next regular Board meeting, 7:30 p.m., System Office.

**SUPPLEMENTAL INFORMATION:** Greg Merrigan shared with the Board that one of the Original Directors, Don Huth, has passed away.

**ADJOURNMENT:** Motion was made, seconded and carried to adjourn at 8:30 p.m.