

Resolution # _____
XENIA RURAL WATER DISTRICT
December 14, 2011 – 6:00 PM
Board Meeting Minutes

Board Members Present: Tomenga, Bromert, Rinehart, Hayer, Mestad, Lovett
Board Members Absent: Wilson,
Staff Present: Andrews, Iben, Mason, Reutter, Carran
Others Present:

Call to Order

Tomenga called the meeting to order.

Approve Agenda

Motion #121101 made by Bromert, seconded by Rinehart, to introduce and approve the December 14, 2011 Regular Board Meeting Agenda. Motion passed. No dissenting.

Approve Minutes

Motion #121102 made by Lovett, seconded by Hayer to approve November 14, 2011 Regular Board Meeting Minutes. Motion passed. No dissenting.

Customer Service & Accounts Receivable

Andrews reviewed the accounts receivable aging report and the customer service summary. The District added four members while terminating four memberships for the month of November.

Motion #121103 made by Mestad and seconded by Rinehart, to introduce and approve customer service reports. Motion passed. No dissenting vote.

Debt Workout Plan

Tomenga gave the board background on the plan and its' history to date. Old water projections were off in the previous plan and have been updated for the current plan. The ethanol plants have increased their efficiency which has decreased their water demand.

Mason reviewed the different scenarios for the workout plan. Main focus was on the "middle case" proposal. Main component is the settlement of the Bank of America debt and the refinancing of the USDA debt.

Water Rates Effective January 1, 2012

Hayer stated he would like to move the item until after Budget discussion.

Budget for 2012

Mason reviewed the proposed budgets. Board would like to have further review of budget items.

Motion #121104 made by Hayer and seconded by Mestad, to pass a continued resolution to roll the 2011 budget over at minimum one month until the new budget is approved. Motion passed. No dissenting vote.

Motion #121105 made by Bromert and seconded by Rinehart to approve a water rate increase of 4.5% for January consumption to be billed in February for all rural members and a prorated increase for franchise communities, subject to final board approval of the 2012 budget at the January meeting. Motion passed. No dissenting vote.

Coats Pump House Sale

Iben reviewed the sale of the Coats Pump House that was discussed at the November meeting. Cost to move the electrical service is roughly \$1000.

Motion #121106 made by Lovett and seconded by Bromert to approve Iben to counter the purchase offer for the Coats Pump House. Motion passed. No dissenting

Chairman's Comments

Tomenga updated the board about his conversations with the Governor.

Staff continues to work with West Des Moines on the sale of infrastructure. Sale is based on the existing two mile agreement.

General Manager's Comments

Tomenga updated the board regarding the visit he and Tammy had with Flint Hills. Discussions were positive.

Sale of assets to Worth County is anticipated to occur in the month of December.

Staff has received positive feedback from members as it relates to the new monthly customer newsletter.

New Business

Board decided to move monthly meetings back to Thursday nights. Board packets to be provided a week prior.

Open Forum

None

Adjournment

Motion #121107 made by Lovett, seconded by Mestad, to approve adjournment of the meeting. Motion passed. No dissenting vote.

Xenia Rural Water District, Secretary
Jean M. Bromert

Date