

Rural Water District No. 1
Ellsworth County, Kansas a/k/a Post Rock Rural Water District
Regular Board Meeting Minutes
January 18, 2022

At 6:35 pm, Chairman Errebo noting a quorum called the regular board meeting to order.

Directors present were Howard Wehrman, Ralph Larson, Martin Bland , Kayla Errebo, John Dolezal, Jon Wright, and Joel Christy.

Directors not Present: Brad Miller and Butch Teppe

Others Present: Leslee Rivarola (Virtual), Doug Janssen, and Sharon Condit

Guests: Mr. Todd Luckman and Mike Groszek

At 6:36 pm, Chairman Errebo called for a motion to approve the consent agenda items. Secretary Treasurer Larson had an issue with the minutes as written and his thought was that his question to Mr. Groszek, Auditor about the cost of producing water per thousand gallons should be added to the minutes. Vice Chairman Bland had an issue with the minutes as written and he did not remember that Mr. Groszek, Auditor suggested the board of directors look at an increase in water rates. After a brief discussion, the board of directors decided to table the approval of the minutes until the next meeting so Ms. Condit could get a clarification from Mr. Groszek.

At 6:45 pm, Chairman Errebo called for Item #2 on the agenda. Ms. Condit presented the financial report and explained the amount of bills to be paid. Ms. Condit explained the Pay Application #2 from M & D Construction of Hays was included in the amount of bills to be paid. She explained the breakdown of funds to be transferred from the J-Six Escrow account to the district's operations account as follows:

Balance in Escrow Account on January 18, 2022,	\$847,555.83
Less Pay Application #2	\$528,191.28
Less Expenses incurred by PRRWD	\$151,590.51
Less Funds to be transferred to J-Six Enterprises	\$137,774.04
Retainage in Escrow Account	\$ 30,000.00

Ms. Condit asked if there were any questions. With no questions, Ms. Condit recommended the bills be approved and be paid in the amount of \$649,205.90. Chairman Errebo called for a motion to approve the bills. Director Christy made a motion to pay the bills, not to exceed the amount of \$649,205.90. Seconded by Director Wright. Motion carried.

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At 7:00 pm, Chairman Errebo called for a motion to recess into Executive Session. Director Dolezal made a motion to recess into Executive Session for twenty minutes (20) to discuss matters pursuant to K.S.A. 75-4319 (b) 2 for consultation with the district's legal counsel to discuss matters that would be deemed attorney-client privileged; further that all board members, Ms. Rivarola, Mr. Janssen and Ms. Condit were included in the Executive Session. Seconded by Director Wright. Motion carried.

At 7:20 pm, the meeting reconvened in open session.

At 8:09 pm, After a brief discussion, it was the consensus of the Board of Directors to authorize Ms. Rivarola to reach out to PureField Ingredients to continue discussion on their plant expansion project with the understanding that Post Rock Rural Water District would not contribute to the capital investment necessary to furnish the additional amount of water that was requested by PureField Ingredients.

At 8:10 pm, Chairman Errebo called for the reports. Mr. Janssen presented the manager report, the distribution report, and the water treatment plant report.

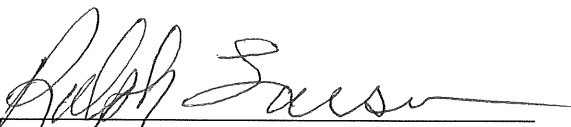
Chairman Errebo departed the meeting at 8:30 pm.

At 8:50 pm, the Office Manager gave her report.

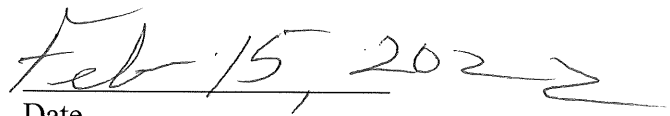
At 8:55 pm, Vice Chairman Bland called for any other business to be brought before the board of directors. With no other new or old business brought before the board of directors, Vice Chairman Bland called for a motion to adjourn the meeting. Director Wright made a motion to adjourn the meeting. Seconded by Director Christy. Motion carried.

Meeting adjourned at 8:55 pm.

Respectively Submitted:



Ralph Larson, Secretary/Treasurer



Date