

Hisega Meadows Water, Inc.
Board of Directors Meeting
June 8th, 2015 @ 6:30 PM
Johnson Siding Firehall

Ron Brown-Secretary (2016) 343-2999
Mick Blumer-Director (2017) 605-310-9630
Craig Fischer-Vice President (2017) 519-1837
Keith Lau-Manager (staff) 390-2963

Larry Deibert-President (2015) 343-3942
Norm Tschetter-Treasurer (2016) 348-3003
Scot Licht-Operator (staff) 393-5892
Lona Lau-Bookkeeper (staff) 342-2254

No guests were present.

The meeting was called to order at 6:30 PM by president Larry Deibert. He distributed an agenda for the upcoming annual meeting and asked the directors and staff to look it over and let him know if they saw a need for additions or changes. The new drop box will be added to the agenda.

Larry mentioned that Jack Sanders did not have the opportunity to take progress pictures and advised Jack it was an oversight; Jack will be informed prior to any work on his property during the Phase 2 construction.

Ron opened a discussion about bringing the water payment system up to date and will work on a plan and present it at the next meeting.

On a motion by Norm with a second by Craig, the board unanimously instructed Lona to wrap up the water systems book on June 26th allowing final figures to be available for the annual meeting.

A Big Piney/HMWI meeting will be held this coming Thursday night to discuss common interests in road/water system improvements along Pig Piney Road, all directors were encourage to attend.

On a motion by Norm with a second by Mick, the board unanimously agreed to have Quinn Construction move a large rock from Craig's property, near the pit to a location next to the creek for potential future use in the creek dam, if needed.

The Phase One punch list was reviewed; frustration was expressed with how long it is taking to get the work accomplished. On a motion by Ron and a second by Craig, the following motion passed unanimously. The motion made "if the Phase One punch list items are not completed by Quinn Construction by June 30th, 2015, the water company will enlist the services of legal counsel as to our position and possible remedies, and take whatever action is necessary to complete Phase one of the system improvements."

Scot talked about a major leak in the pit area on April 29, the damage it did and corrective action that was taken.

Norm asked for a status update as to the status of the accounts and Keith explained what is normal and all seems to be normal at the present time.

Scot noted that we were 337k gallons short vs what was billed in April. The trend was improving but went the other direction in April, some of this could have been caused by the leak at the pit.

On a motion by Ron and second by Norm, the board approved payment to United Fire in the amount of \$ 5838 to cover costs of insurance coverages carried by the water system. Passed unanimously.

The financial reports were accepted on a motion by Ron with a second by Norm, passed unanimously.

The minutes of the April 13, 2015 board meeting and a special meeting of June 4, 2015 were approved on a motion by Ron and a second by Mick, passed unanimously.

Old business:

It is unknown at present when Phase two of the system improvements will be underway although June 22nd has been discussed.

The phase one punch list was discussed previously and noted above.

On a motion by Ron with a second by Norm, the board agreed to pay Advance Engineering the

amount of \$ 2150.20 and Bangs, et.al the amount of \$ 260.33, passed unanimously.

On a motion by Norm and a second by Mick, the board approved the final contract amount for Phase One of the improvements in the amount of \$380,304 per the CCO #4 prepared by Ron Bengs. Motion passed unanimously.

On a motion by Mick and a second by Craig, the board agreed to pay the USDA Forest Service a Cost recovery fee in the amount of \$ 424.00, motion passed unanimously.

Scot is looking into possibly replacing the pit pump house roof himself and will report on that at a future meeting.

There has been no movement in the attempt to sell the Surplus Ultraviolet light.

The annual meeting will be June 30th, 6:30 PM at the Johnson Siding Community Center and will include board nominations, President's report on the operation of the water company as well as progress reports on Phases One and Two of the system improvement (upgrades).

A meeting notice will be mailed by June 16th to all water system members, automated calls will be made sometime between June 26th and 29th as well as board members making calls to water users encouraging attendance at the annual meeting.

Other new business: Keith discussed a situation he has been made aware of concerning possible grants available for use by the water system and will be obtaining the following information:

1)additional information about the application process, 2)the needs of the financing entity, 3)blueprints for an above ground pump house. We talked about a lot of what if's but until more information is available, we can only hope this will benefit the water company in the future.

Being no further business, the meeting was adjourned at 8:36 PM, the next meeting being the annual meeting on June 30th.

Respectfully submitted,

Ron Brown
Secretary