

MINUTES OF THE ANNUAL MEETING OF THE BOARD

REGULAR SESSION

BOISTFORT VALLEY WATER

January 21, 2021

The meeting was called to order at 7:35 p.m. Board Members present were, President Eric Millam, Chris Cucchiara, Arny Davis, Richard Tausch, Pat Carlson, Penny Abnet and Daniel Thomas. Also, in attendance Dusty Guenther General Manager, Aaron Atkins Field Engineer/Member, Kari Fay Office Administrator/Member, Mike Johnson/Gray & Osborn, Kerri Sidebottom/Gray & Osborn, Brian Greene/Member, Sean Brattain/Member, Conni Ellern/Member and Rangel Cavazos/Member.

Eric motions to approve December 17, 2020 Regular Session minutes. Pat Carlson so moved. Second, Dan Thomas. All in favor none opposed.

Review Water System Plan and Water use efficiency goals presented by Mike Johnson. Mike explains that a Water System Plan is required every 10 years and starts with a review of the Boistfort Valley Water existing system. He proceeds to go over system deficiencies, water use efficiency goals and measures, capital improvements and financials. The Water System Plan was submitted November 30, 2020 and should take 90-120 days to hear back from DOH and DOE on approval.

Dusty presents the 2020-year end financials for review. Arny asks about the long-term loans and if anyone has looked into bond financing. Most of the loans have over 20 years left to pay off. Co Bank has a high interest rate and Dusty is going to look to see if that can be rolled into the Adna Plant loan. Arny will also inquire about refinancing into a bond package.

Dusty reviews the 2020 \$11,000 audit proposal from DNM & Associates with the board. DNM completed the 2018 and 2019 audit for a total of \$26,000. Noting that was the first time they did an audit for BVW and there was a lot of clean up to be done. Eric Millam motions to approve the 2020 audit proposal from DNM & Associates. Arny Davis so moved. Second, Richard Tausch. All in favor none opposed.

Arny begins the discussion on 2021 water share prices recommending we sell shares for \$20,000. He believes the \$90 base rate is equivalent to monthly up keep on a well. Chris agrees with Arny that the share price should be \$20,000. He researched the cost of a well after the last meeting and he found the cost to be \$25,000 with some of the work being done in house. Richard adds there should be an exception for potential developers to get multiple shares at a discounted price. Eric motions to approve the 2021 water share price of \$20,000. Chris Cucchiara so moved. Second, Penny Abnet. All in favor none opposed.

Last on the agenda is to vote on expired board position terms. The board member terms up for renewal are Arny Davis, Pat Carlson and Chris Cucchiara. A motion was made by Richard Tausch for Arny Davis to serve another term as Secretary. Eric Millam so moved. Second, Penny Abnet. All in favor none opposed. A motion was made by Arny Davis for Pat Carlson to serve another term as Treasurer. Penny Abnet so moved. Second, Richard Tausch. All in favor none opposed. It was decided prior to the meeting that Chris Cucchiara would step down as Director. Sean Brattain introduced himself as a long-time member of over 20 years with experience in the water industry currently working at Moerke and Sons Pump and Drilling for 18 years. A motion was made by Arny Davis for Sean Brattain to fill the Director position. Second, Richard Tausch. All in favor none opposed.

With no future business Eric Millam motioned to adjourn meeting at 8:22 p.m. Arny Davis so moved. Second, Pat Carlson. All in favor none opposed.