

**MINUTES OF THE BOARD OF DIRECTORS MEETING
VALLEY MUNICIPAL UTILITY DISTRICT NO. 2
September 20, 2016**

1. Call to Order of the Regular Meeting.

The Board of Directors met at the Valley Municipal Utility District No. 2 Office at 9:00 A.M., Tuesday, September 20, 2016 in accordance with the duly posted notice of said Meeting with a quorum of Directors present as follows:

Roger Nelson	President
Jim Tipton	Vice-President
Clifford Rowell	Treasurer
Richard Lindeman	Director

Directors absent:

Oscar Gonzalez	Secretary
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Others present:

Scott Fry	General Manager
Jay Toro	Assistant General Manager
Kathy Cunningham	Attorney

2. Approval of Minutes of the Regular Meeting held on August 16, 2016.

The Board reviewed the minutes of the previous meeting for approval. Mr. Tipton made a motion to approve the Minutes of the Regular Meeting held on August 16, 2016. The motion was seconded by Mr. Lindeman and approved by a unanimous vote of those present.

3. Approval of the Financial Report for the Month of August 2016.

The Board reviewed the Financial Reports for the past month. Mr. Fry explained that the 2016 Budget had been adjusted to reflect the thirteen month fiscal year. The Budget Report also included the additional expenses he projects for the month of September 2016. Mr. Rowell made a motion to approve the Financial Reports for the Month of August 2016 along with the approval of the budgeted expenses for September 2016. The motion was seconded by Mr. Tipton and approved by a unanimous vote of those present.

4. Discussion and Action to Renew the District's Health Insurance for the Upcoming Year.

Mr. Fry explained that Mr. Albert Perez with Brisky Insurance had shopped around for prices regarding the renewal of the District's Health Insurance. He presented the quotes from TML, United Healthcare, Allegian, and BlueCross BlueShield. TML insurance rates remained the same and were the lowest of all the insurance companies quoted. Mr. Tipton made a motion to remain with TML insurance, seconded with Mr. Rowell. The motion passed by unanimous vote of those present.

5. **Public Input.**

No Public Input.

6. **General Manager's Report**

- **Production and Sales Report-** The reported water loss for August 2016 shows 9.82% unaccounted for water loss. Mr. Fry stated that the actual water loss was probably about a point lower because the master meter at River Bend had been non-functional for part of the month.
- **RO Production Report-**The report for August 2016 was distributed to the Board before the meeting. Mr. Fry explained the report.
- **Raw Water Report-**The report for August 2016 was distributed to the Board before the meeting. Mr. Fry explained the report.
- **Customer Complaints-** There were two customer complaints.
- **Operations Report-**Mr. Fry reported on the highlights of the monthly operations of the District.
- **Projects/Task List-**Mr. Fry reviewed the task list and gave status updates on various projects.

7. **Adjourn.**

There being no further business, Mr. Tipton made a motion to adjourn the Regular Meeting at 9:54 a.m. The motion was seconded by Mr. Lindeman and approved by unanimous vote of those present.



ROGER NELSON, PRESIDENT

ATTEST:

JIM TIPTON, VICE-PRESIDENT