

QUINCY WATER ASSOCIATION, INC.

Board Meeting Minutes

September 8, 2011

President Kim Bunnell called the board meeting to order at 6:30 pm at the Quincy Grange. Present were Board Members – Jim Malisch, Kim Bunnell, and Mike Roberts. Others present were maintenance contractor, Calven Shulda and employee, Sharon Hicks. Shareholders present were Les Pugh, Terry Salo, Martin & Debbie Greeley, Jim & Gayle Carver, Colleen Johnson, and Eino Kaihailen.

Minutes:

Mike Roberts motioned to approve the minutes of the August 11, 2011 board meeting with minor spelling corrections. Jim Malisch seconded the motion, and the motion passed.

Financial & Accounts Payable Reports:

Jim Malisch presented the financial reports and bills for the month of August 2011. Mike Roberts motioned to approve the report. Jim Malisch seconded the motion, and the motion passed.

Maintenance Report:

Calven Shulda reported that all hydrants except the one at Charity Lane have passed operational testing. Calven made the suggestion that if a hydrant is needed for Charity Lane, a hydrant be placed on the lane itself. After discussion of the condition of the hydrant, Mike Roberts made a motion to remove the hydrant from the system. Jim Malisch seconded the motion, and the motion passed. Calven reported that his contract looked okay except that the date was incorrect; Kim Bunnell committed that she would change the date and resubmit the contract to Water SOS for signature.

Old Business:

Project update – The board members reported on the meeting held with Murray Smith & Associates (MSA) to discuss the next phase of the project. The objective of the meeting was that MSA was asked to not include items in the scope, which are maintenance repair items, or items that could be done by volunteer shareholders. It was reported that the questions about refurbishing of the tank were discussed and MSA plans to send their engineer Jeff Jones to the tank site to make an evaluation and provide an estimate for repairs. At their request, paint samples from the tank have been sent to Columbia Analytical to determine if there is lead in the paint. Also discussed was the water softener issue. MSA recommends that Quincy Water Association not include a softener in the design, as it is an expensive maintenance item. They stated that it would be better for each shareholder that wants softer water to install and operate their own softener.

The board reported that the results of the water tests on the new well are very good with less iron than the current well. ATEC, the company that performed the pilot treatment tests has estimated the cost for a treatment system to be about \$35,000 plus additional an additional \$2,500 for an air compressor.

John Moore is in the process of preparing the paperwork (waiver of remonstrance) to transfer the water shares that Pete Johnson sold to Ty Birdwell.

The issue of Water SOS or Quincy Water hiring road flaggers during system repair was discussed. Kim reported that Darlene Honeycutt who is a flagger had confirmed that flaggers are not licensed contractors.

Kim reported that she has contacted a temporary employment agency, Express Employment Professionals to provide temporaries during pipeline repairs. An account with them will be set up.

In the matter of the sale of the property adjacent to the Monastery, the board reported that Berkadia Financial wants \$1,500 for an early release of the 1-acre parcel. The board has contacted the Monastery to request a delay and tabled the subject for a future board discussion about paying off the loan early.

New Business:

Jim and Gayle Carver and Sharon Hicks brought water samples to the meeting. The samples were a dark orange color. It was concluded that the water samples contained iron bacteria slime. The new treatment system will remove this contamination from the water.

Calven stated that he would remove the moss on the roof at the well site on Ilmari road and cut the grass.

Planning for a volunteer work party and open house barbeque were discussed. The board decided to hold a work party and a Barbeque for those who show up on Saturday, the 24th of September. A notice will be mailed to shareholders and posted on the QWA web site.

Mike Roberts made a motion to adjourn the regular meeting at 7:45 PM. Jim Malisch seconded the motion, and the motion passed.

Transcribed by Sharon Hicks

Edited & submitted by Jim Malisch, Secretary/Treasurer of the board.