

**Regular meeting
July 22nd, 2008**

**UNAPPROVED MINUTES OF REGULAR MEETING OF
THE BOARD OF DIRECTORS
OF
EL PASO WATER COMPANY, INC.**

The regular meeting of the Board of Directors of El Paso Water Company, Inc. convened in the City Council Chamber, 611 Mulberry, Derby, Kansas at 8:16 p.m. following the City Council meeting. The following Directors were present and constituted a quorum:

Dion Avello, Cheryl Bannon, George Arnold, Vaughn Nun, Jim Meidinger, Mark Staats, Chuck Warren, Charles Schwarz, Jim Craig

Others in attendance:

Kathy Sexton, Chief Executive Officer; Phil Alexander, Vice President; Jean Epperson, Secretary-Treasurer

Mr. Avello called the meeting to order.

APPROVAL OF MINUTES

MOTION: Schwarz moved to approve the minutes of the July 22, 2008 regular board meeting. Bannon seconded.

VOTE: Motion carried, 8-1, Craig abstain.

DECLARATION OF DIVIDEND

Jean Epperson, Secretary/Treasurer presented the staff report.

MOTION: Craig moved to adopt a resolution declaring and directing payment of a dividend for the month of June in the amount of \$41,857.40 to the City of Derby, Kansas, as the sole stockholder of the Company. Staats seconded.

VOTE: Motion carried, 9-0.

ADJOURNMENT

MOTION: Schwarz moved to adjourn at 8:18 p.m. Staats seconded.

VOTE: Motion carried, 9-0.

Jean Epperson, Secretary