

**SOUTH SANTA ROSA UTILITY SYSTEM  
BOARD OF DIRECTORS MEETING  
OCTOBER 9, 2006**

1. **CALL TO ORDER**

The 74th regular meeting of the South Santa Rosa Utility System Board of Directors was called to order at 7:00 p.m, at Gulf Breeze City Hall.

2. **ROLL CALL:**

The following Board members were present at the start of the meeting: Tom Naile, Otto Prochaska, , Robert Sauer and Belie Williams, Dr. Richard Snyder, John Berti. Absent were Rick Outzen and Mayor Lane Gilchrist.

3. **APPROVAL OF MINUTES:**

A motion was made by Belie Williams made a motion to approve the minutes as written. The motion was seconded by Robert Sauer. Vote for approval was unanimous.

4. **REPORTS**

a. **BUDGET AND FINANCIAL**

Zack Hanna from OSullivan Creel gave the financial reports.

b. **OPERATIONS REPORT**

Vernon Prather gave the Operations Report stating that operations were fairly normal for August and September. The WWTP flow in August was 1.334 MGD and September was 1.380 MGD. Golf Course irrigation including the east course well during this time was .658 MGD in August and .531 MGD in September.. We operated the supplemental wells regularly in order to maintain the level in the #1 effluent pond.

Sewer customer base from August 2005 to August 2006 has seen an increase of 3.4% and September 2005 to 2006 saw an increase of 4.0%. Sewer revenue for August 2005 was \$105,159/4196 (\$25.04/customer) and in August 2006 \$157,819/5563 (\$29.31/customer). In September 2005 \$156,192/5335 (\$29.28) in September 2006 it was \$150,230/5549 (\$27.07/customer).

Customer base for water from August 2005 to August 2006 has not increased 0.0%, from September 2005 to September 2006 it increased by 1.0%. Water revenue in August 2005 was \$105,159/4196 (\$25.04 per customer) and August 2006 was \$110,249/4206 (\$26.21 per customer). Revenue in September 2005 was \$104,473/4159(\$25.12 per customer) and September 2006 was \$99,591/4201 (\$23.71 per customer).

**c. FIRE HYDRANT UPGRADES**

Thomas Lambert gave the report on status of Fire Hydrant Upgrades. Phase II has started and staff is pleased with the work so far. It appears that the project should be completed before the scheduled date of December 14, 2006.

A change order is being priced to install an additional fire hydrant on East Bayshore Drive. This will be an extension of 600 feet.

**F. FAIRPOINT WATER REPORT - VERBAL REPORT**

Buz Eddy gave a verbal report on FRUS.

**F. ENGINEERING AND PERMITTING**

Engineering and Permitting report was given by Vernon Prather.

**5. OLD BUSINESS**

**A. MIDWAY ELEVATED TANK**

Vernon supplied the Board with a copy of the letter sent to Santa Rosa County Community Planning and Zoning regarding the Midway Elevated Tank. The issue regarding the the tank and the conditional use requirement has been sent to the County Attorney for review.

**B. FEMA HURRICANE REIMBURSEMENTS**

\_\_\_\_\_ Thomas Lambert provided a list of current projects for hurricane repair that have been or will be reimbursed. The list includes both the SSRU and City projects as FEMA makes no distinction between the two.

**C. EXPENSE AND INCOME**

Thomas Lambert provided the Board with a graph that indicates water and sewer income for the 2005 Fiscal Year and the Period 1 through 11 of Fiscal Year 2006.

**6. NEW BUSINESS**

**A. PURCHASE OF WATER METER RADIOS**

Vernon Prather recommended to the Board that they recommend to the City Council the purchase of 300 MXU's (radios) with adapter cables and 100 water meters for a total of \$53,800 from National Water Works.

A motion was made by Belie Williams to approve the purchase. It was seconded by Otto Proshaska. Vote for approval was 6-0.

**D. OFFICES FOR DEPARTMENT OF PUBLIC SERVICES**

Thomas Lambert recommended that the project be awarded to Cornerstone Construction for a cost of \$88,079.00

A motion was made by Belie Williams to approve staff's recommendation. It was seconded by Otto Prochaska and vote was unanimous.

**7. PUBLIC FORUM**

**8. SETTING OF NEXT MEETING - December 11, 2006**

**10. ADJOURNMENT at 8:15 p.m.**