

HOLLEY NAVARRE WATER SYSTEM  
THE CLUB AT HIDDEN CREEK  
COMBINED BOARD MEETINGS  
DECEMBER 17, 2019  
6:00 P.M. - 8:35 P.M.

MIKE KENNEDY, PRESIDENT

YVONNE HARPER, VICE PRESIDENT

KEVIN LANIER, SECRETARY-TREASURER

DARYL LYNCHARD, DIRECTOR

MARK MILLER, DIRECTOR

WILL GOULET, DIRECTOR

BARBARA CARAWAN, OFFICE MANAGER

ROB WILLIAMSON, CEO, HNWS

PHIL PHILLIPS, MESI

CORY SNYDER, MESI

CLINTON WELLS, HNWS

MARK TURNER, HNWS

TORIN BRAND, IT HNWS

CHRIS LEGG, HNWS

DANNY HAWKINS, HNWS

AMBER BUCHOLTZ, HNWS

CINDY CALLEN, GM, CLUB AT HIDDEN CREEK

ALSO PRESENT:

KEITH KILPATRICK, ESQUIRE

DEBORAH KHARUF, COURT REPORTER

JAMIE GENTRY, NAVARRE PRESS

CARMEN REYNOLDS, JAMES DABNEY

HOLLEY NAVARRE FIRE DEPT. DREW BUFFINGTON

AIR COMMANDO, WAYNE NORAD

1 P-R-O-C-E-E-D-I-N-G-S

2 MR. KENNEDY: I call this meeting to  
3 order. Director Miller, will you please lead us in  
4 prayer?

5 MR. MILLER: Yes. Please bow your heads  
6 with me.

7 (INVOCATION GIVEN BY DIRECTOR MILLER.)

8 MR. KENNEDY: Director Goulet, would you  
9 lead us in the pledge of allegiance?

10 (PLEDGE OF ALLEGIANCE LED BY DIRECTOR  
11 GOULET.)

12 MR. KENNEDY: Thank you. Mr. Secretary,  
13 do we have a quorum?

14 MR. LANIER: We have a quorum.

15 MR. KENNEDY: Thank you, sir. Meeting  
16 announcements: Audio and video recorders are in use.  
17 Please silence all cell phones. If anyone would like to  
18 address the Board on an agenda item or in open forum,  
19 please sign up on the sheet back there at the door.

20 MR. LANIER: Is your mike on?

21 MR. KENNEDY: Yes.

22 MR. LANIER: Didn't hear it.

23 MR. KENNEDY: Mr. Williamson, do we have  
24 some presentations?

25 MR. WILLIAMSON: I think we have guests

1 that would like to receive a big fake check. So I am  
2 going to turn it over to Cindy and let her celebrate what  
3 they did with Hometown Heroes this year.

4 MS. CALLEN: I would like to have Wayne  
5 Norad come up. Club at Hidden Creek had a tournament and  
6 we raised \$20,000. We are giving Air Commando a check  
7 for \$10,000. We would like to go ahead and present it to  
8 them. This is --

9 MR. NORAD: I will tell you what, let me  
10 get my Air Commando -- I was at the game last night, so  
11 Monday night football --

12 MR. WILLIAMSON: Can we have the Board go  
13 down and get a picture with these folks, please?

14 (PHOTO TAKEN.)

15 MS. CALLEN: Thank you very much.

16 (APPLAUSE.)

17 MR. NORAD: And just to let you know, our  
18 Commando -- Air Commando Association and our foundation  
19 has helped out a lot with the Staff Sergeant Cole Condifff  
20 missing in the ocean and his family. We are trying to  
21 take care of them the best we can. Thank you so much for  
22 your support. We appreciate it.

23 MR. KENNEDY: Thank you, sir.

24 (APPLAUSE.)

25 MS. CALLEN: Drew?

1 MR. BUFFINGTON: Yes, ma'am?

2 MS. CALLEN: Come on up, guys.

3 The other charity we are representing, we  
4 are donating to is the Holley Navarre Fire District.

5 MR. BUFFINGTON: Yes, ma'am. Thank you  
6 very much.

7 MS. CALLEN: They also are going to get a  
8 check for \$10,000. Thank you for all you do.

9 (PHOTO TAKEN.)

10 (APPLAUSE.)

11 MR. BUFFINGTON: Yeah. I just -- this is  
12 greatly appreciated -- the Chief is actually on some  
13 business right now. Otherwise, he would be here himself.  
14 A lot of this is actually going to go towards capital  
15 outlay that we haven't been able to get through grants,  
16 chief among those we are looking at is a ballistic vest  
17 that all Fire Departments are now going to.

18 Especially since everything that happened  
19 at NAS Pensacola this past week, it hit a little too  
20 close to home, so deadly, so this money is going to help  
21 out a lot with stuff of that nature.

22 (APPLAUSE.)

23 MR. KENNEDY: Thank you.

24 MR. WILLIAMSON: I want to say thank you  
25 to Britt Landrum and his band. They came out and played

1 for free and donated their time as well to kind of serve  
2 as entertainment for the event.

3 And Cindy and her team did an unbelievable  
4 job working monster hours to get the golf course ready.  
5 And everybody said it was one of the best events yet.

6 MR. KENNEDY: Thank you so much.

7 MS. CALLEN: Thank you.

8 MR. KENNEDY: All right. First order of  
9 business is approval of the minutes and transcripts. If  
10 the Board will permit, I will split these out in separate  
11 motions.

12 Do we have a motion to approve the  
13 November 19th regular meeting minutes as presented?

14 MR. MILLER: So moved.

15 MR. LYNCHARD: Second.

16 MR. GOULET: Second.

17 MR. KENNEDY: Any further discussion?

18 (NO AUDIBLE RESPONSE.)

19 MR. KENNEDY: Those in favor say "Aye"?

20 MR. LYNCHARD: Aye.

21 MR. MILLER: Aye.

22 MR. GOULET: Aye.

23 MR. LANIER: Aye.

24 MS. HARPER: Aye.

25 MR. KENNEDY: Those opposed say "No"?

1 (NO AUDIBLE RESPONSE.)

2 MR. KENNEDY: Motion carries.

3 Do we have a motion to approve the  
4 redacted October 15th Special Confidential Personnel  
5 Meeting minutes as presented?

6 MR. LYNCHARD: So moved.

7 MR. MILLER: Second.

8 MR. KENNEDY: Any further discussion?

9 (NO AUDIBLE RESPONSE.)

10 MR. KENNEDY: Those in favor say "Aye"?

11 MR. LYNCHARD: Aye.

12 MR. MILLER: Aye.

13 MR. GOULET: Aye.

14 MR. LANIER: Aye.

15 MS. HARPER: Aye.

16 MR. KENNEDY: Those opposed say "No"?

17 (NO AUDIBLE RESPONSE.)

18 MR. KENNEDY: Motion carries.

19 And do we have a motion to approve the  
20 redacted October 23rd Confidential Personnel and  
21 attorney-client privilege meeting minutes as presented?

22 MR. MILLER: So moved.

23 MR. LANIER: Second.

24 MR. KENNEDY: Any further discussion?

25 (NO AUDIBLE RESPONSE.)

1 MR. KENNEDY: Those in favor say "Aye"?

2 MR. LYNCHARD: Aye.

3 MR. MILLER: Aye.

4 MR. GOULET: Aye.

5 MR. LANIER: Aye.

6 MS. HARPER: Aye.

7 MR. KENNEDY: Those opposed say "No"?

8 (NO AUDIBLE RESPONSE.)

9 MR. KENNEDY: Motion carries.

10 Next item is the approval of memberships.  
11 Secretary Lanier?

12 MR. LANIER: Yes. We have 273 new  
13 memberships and 263 cancelled memberships with 3  
14 transfers.

15 MR. KENNEDY: Thank you, sir. Do we have  
16 a motion to approve the memberships as presented?

17 MR. MILLER: So moved.

18 MR. LANIER: Second.

19 MR. KENNEDY: Any further discussion?

20 (NO AUDIBLE RESPONSE.)

21 MR. KENNEDY: Those in favor say "Aye"?

22 MR. LYNCHARD: Aye.

23 MR. MILLER: Aye.

24 MR. GOULET: Aye.

25 MR. LANIER: Aye.

1 MS. HARPER: Aye.

2 MR. KENNEDY: Those opposed say "No"?

3 (NO AUDIBLE RESPONSE.)

4 MR. KENNEDY: Motion carries.

5 Next item is finance, review of the  
6 November 2019 financial statement. Mr. Williamson?

7 MR. WILLIAMSON: Thank you, Mr. Chairman.  
8 You have the information in your back-up. For a bit of  
9 review, the total revenue is \$882,697.65 for the month of  
10 November, against total expenses of \$838,575.10, leaving  
11 an operating income of \$44,122.55 through 11 months of  
12 the year.

13 Expenses, water and wastewater, all those  
14 departments and general administrative, they were all  
15 under budget currently through 11 months. You are  
16 looking at 210 water customers added through 11 months of  
17 the year and 166 sewer customers through 11 months of the  
18 year. That concludes my report.

19 MR. KENNEDY: Thank you, sir.

20 Is there a motion to approve the November  
21 2019 financial statements as presented?

22 MR. MILLER: So moved.

23 MR. LANIER: Second.

24 MR. KENNEDY: Any further discussion?

25 MR. LYNCHARD: Yes. I have a question.



1 Last month, we discussed the credit card bills and I  
2 appreciate y'all sending those to us. And after looking,  
3 I have one question. What would be the reasoning behind  
4 buying \$5,000 worth of gift cards at Home Depot and then  
5 turning around and using those for business expenses?

6 MR. WILLIAMSON: It was a mistake.

7 MR. LYNCHARD: It was a mistake? Did we  
8 ever find the other \$1600 worth of receipts that were  
9 missing?

10 MR. WILLIAMSON: I am not aware of any  
11 receipts that are missing.

12 MR. LYNCHARD: In the sheets, it said,  
13 "Remaining gift card balance, \$1601.54, WS supplies."  
14 But there's no -- we have got receipts for everything  
15 other than that.

16 MR. GOULET: Like \$1600 missing.

17 MR. WILLIAMSON: It hadn't been spent yet.

18 MR. LYNCHARD: Oh, it hadn't?

19 MR. WILLIAMSON: It was just the balance.

20 MR. LYNCHARD: So we just booked it as  
21 expenses when we hadn't spent it?

22 MR. WELLS: Well, I know there is still a  
23 card that has some credit on it that we are trying to  
24 spend up before the end of the year.

25 MR. WILLIAMSON: We got hacked. Somebody

1 sent an email to Donna impersonating an employee saying,  
2 you know, "Go and buy these cards," and thankfully,  
3 Donna, before she executed what was the rest of this  
4 instruction, we snuffed it out.

5 And so, we were left with the gift cards,  
6 so we have been using those gift cards to pay for  
7 expenses as they come up.

8 MR. LYNCHARD: Okay.

9 MR. WILLIAMSON: And, yeah, good of you to  
10 bring it up for sure.

11 MR. LYNCHARD: Yeah. That's nice to know.  
12 Yeah.

13 MR. WILLIAMSON: It's not something we  
14 would normally do.

15 MR. GOULET: Can Torin look into that to  
16 see how they got into our server?

17 MR. BRAND: It wasn't actually hacking.

18 MR. WILLIAMSON: Phishing.

19 MR. BRAND: A spam email got through and  
20 it was more of a phishing, a phishing email that just  
21 requested gift cards be purchased.

22 MR. LANIER: Have we done additional  
23 training for the employees that have access to Internet?

24 MR. BRAND: Yes. As well as the spam  
25 filter. I mean, we are trying to improve it and we are

1 looking to go towards Office 365, which is actually a  
2 better spam filter than GoDaddy, so we are actively  
3 trying to combat it. But, you know, as much as we combat  
4 it, they get better, too, so --

5 MR. GOULET: Well, how is a PO issue to do  
6 it? I don't understand. You say there is a PO system  
7 when we use a credit card before it's used. I am just  
8 questioning, how does a PO get issued to purchase this?  
9 I am just -- I just don't want this to happen again.  
10 That's what I am saying. I don't understand.

11 MR. WILLIAMSON: The person that  
12 impersonated the email impersonated me. She thought it  
13 was coming from me and I was requesting to purchase gift  
14 cards.

15 And she called me to say, "I am at Lowe's.  
16 I have purchased these gift cards, you know. What do you  
17 want me to do with them? Do you really want me to follow  
18 the rest of the instructions?"

19 And, obviously, I am, like, "I have no  
20 idea what you are talking about." And that's when we  
21 found out what had happened. So she thought she was  
22 honoring a request initially from me. So that's why that  
23 came up.

24 But, ultimately, we ended up getting it  
25 and we have since put additional checks and balances that

1 if you ever get a request like that again, just  
2 immediately go to the source.

3 Because of the process that you mentioned,  
4 Director Goulet, we have got to get an approved PO for  
5 that.

6 MR. KENNEDY: And I believe, Torin, you  
7 sent out an email to all of us so that we can better  
8 be --

9 MR. BRAND: There was an email immediately  
10 sent out to all employees on the GoDaddy server that day,  
11 just warning everyone about that specific one. Then, we  
12 had, I believe, two more emails since just with some  
13 reminders to keep --

14 MR. WILLIAMSON: City of Pensacola --  
15 after the City of Pensacola, I asked Torin to put out  
16 another reminder of that.

17 MR. KENNEDY: I got the very -- the  
18 exact -- the exact same email, but from the CEO of the  
19 First Tee Program.

20 MR. WILLIAMSON: Wow.

21 MR. KENNEDY: Yeah. I mean, they just --  
22 they just got the email. And they send it to you and it  
23 says the same thing. So, like you said, it's a phishing  
24 expedition, so --

25 MR. BRAND: And, you know, they most

1 likely go through the website and pick out, you know,  
2 high execs' names and use them to target employees once  
3 they have employee emails, so --

4 MR. KENNEDY: Okay. Any further  
5 discussions?

6 MR. MILLER: I have an item.

7 MR. KENNEDY: Yes, sir.

8 MR. MILLER: I want to thank y'all for  
9 providing the budget-to-actual worksheet. That's really  
10 helpful for us to see where we are month-to-month. It's  
11 the third page in in our financials in our back-up.

12 I do have one question. I think the  
13 calculation on the last line for the net income/loss, if  
14 you look at the way the variance is calculated, I don't  
15 think that is -- that calculation is done correctly.

16 MR. LYNCHARD: Yeah. Maybe not.

17 MR. WILLIAMSON: What you do think,  
18 Director --

19 MR. MILLER: But I do appreciate that. I  
20 like being able to look and see, you know, where we are  
21 year-to-date and on budget month as well.

22 MR. KENNEDY: All right. Any further  
23 questions or comments?

24 (NO AUDIBLE RESPONSE.)

25 MR. KENNEDY: Very good. Those in favor

1 say "Aye"?

2 MR. LYNCHARD: Aye.

3 MR. MILLER: Aye.

4 MR. GOULET: Aye.

5 MR. LANIER: Aye.

6 MS. HARPER: Aye.

7 MR. KENNEDY: Those opposed say "No"?

8 (NO AUDIBLE RESPONSE.)

9 MR. KENNEDY: Motion carries.

10 Next order of business is the 2020 water  
11 line extensions and/or upgrades. Mr. Williamson?

12 MR. WILLIAMSON: Thank you, Mr. Chairman.  
13 As it says in the back-up, at the end of the last meeting  
14 or at the last meeting, the Board had requested that  
15 staff evaluate some possible extensions and what the cost  
16 would be associated with those.

17 You have a detailed brief that was put  
18 together by Phil. And you have that as part of the  
19 back-up. It describes a couple of projects and the  
20 associated costs. Also provides a back-up narrative  
21 about the history of line extensions related directly to  
22 fire protection improvements in the system.

23 And both Clinton and Phil are here  
24 available to answer questions related to this item. And  
25 I will try to help as well.

1 MR. KENNEDY: All right. So at this time,  
2 I will entertain a motion to the water line extensions or  
3 upgrades, if any?

4 MR. GOULET: I make a motion to approve  
5 for further discussion.

6 MR. LYNCHARD: Second.

7 MR. MILLER: Approve -- approve what?  
8 Both projects?

9 MR. LYNCHARD: I don't think we are going  
10 to approve anything.

11 MR. MILLER: Okay.

12 MR. LYNCHARD: We just want to discuss it.

13 MR. MILLER: Clarify the motion, please.

14 MR. GOULET: I make a motion for further  
15 discussion.

16 MR. MILLER: Okay.

17 MR. KENNEDY: All right. And there was a  
18 second.

19 MR. LYNCHARD: Yes. I seconded it.

20 MR. KENNEDY: All right. Now, further  
21 discussion?

22 MR. GOULET: I know we spoke about the  
23 fire protection and upgrading the lines and the cost of  
24 this. I know I spoke with Mr. Williams personally. Were  
25 we able to make any adjustments in the budget --

1                   MR. WILLIAMSON: Talking about after the  
2 last meeting, now that we have the price in here, I don't  
3 have any direction from the Board to amend the proposed  
4 budget that the Board approved. But if there was a Board  
5 action, then we would do our best to amend the budget.

6                   As I put in the back-up, we don't  
7 currently have money in the budget for that in the  
8 operations account, given what we need to pay out in the  
9 first six months of the year with pension plan  
10 obligations. It just -- we don't have the money to put  
11 toward that right now.

12                   So we pretty much either need a rate  
13 increase to satisfy these projects or if we wanted -- if  
14 the Board desired to move forward with them -- or we  
15 would have to look for savings elsewhere.

16                   MR. GOULET: I know Ms. Carmen Reynolds  
17 has definitely been a big advocate on this, as well as  
18 myself, and she has been able to find grants and funding  
19 possibly for future expansion of the water lines of the  
20 fire system. I know she has spoken to the Chief on this.

21                   Ms. Reynolds, would you be willing to come  
22 up and explain to us what you found on this? Would you  
23 allow that, Mike?

24                   MR. KENNEDY: Oh, absolutely. Yeah.

25                   MR. GOULET: Maybe she can shed some light



1 on it?

2 MR. KENNEDY: Director Lynchard, did you  
3 have a question?

4 MR. LYNCHARD: I wanted to say something,  
5 but I don't -- here, I will let -- I will talk real quick  
6 and then you can follow it up.

7 It was my intention whenever I brought  
8 this up the first time that we wouldn't really be -- we  
9 wouldn't necessarily be voting to pay for all of this.  
10 We were trying to get an idea as to what it would cost.  
11 Because we are -- but you can't go to the Water System or  
12 the homeowner and find out how much it is going to cost  
13 to run a line extension. You come to the Water System.

14 Now, we have got an idea as to what it  
15 would cost. And we can go and we can discuss this with  
16 the community. And it is more of a community project.  
17 It's not a Water System project.

18 It's, "This is about what it is going to  
19 cost. Let's go to the Fire Department and see if they  
20 have got any money or if there are any grants."

21 Then, we have got a certain pool of money  
22 that we know about. Then, we can go to the homeowners  
23 and we can say, "Okay. This is how much it will cost per  
24 lot, as we have got in here."

25 And you go to the County, and you say,

1 "Okay. What would an MSBU cost? Or how long could you  
2 do an MSBU on these people for this line? And how much  
3 is your insurance for the people on that line going to go  
4 down per year?"

5 And maybe you get it to a point to where  
6 you can do these line extensions for little or nothing.

7 The homeowner can -- you have got grants.  
8 You have got the Water System and the Fire Department  
9 working together. You have got the homeowner that is  
10 basically netting zero. But they are getting fire  
11 protection. So that's kind of where -- I think this is a  
12 start, but it is just a way to open the conversation with  
13 everybody.

14 MS. HARPER: May I make a motion?

15 MR. KENNEDY: Well, let's see what Ms.  
16 Reynolds has as support --

17 MS. HARPER: Before you do that -- and  
18 this is what I had wanted to do prior -- is to have the  
19 Board support behind you. So the motion would be to  
20 allow Daryl Lynchard to be the lead for the Holley  
21 Navarre Water System Board to speak with the Fire  
22 Department Chief and the County and whomever else would  
23 need to be spoken with in order to lead this effort to  
24 get the grants, to get the community support to make this  
25 happen. And then, to come back to the Board and to bring

1 that information back to us so that we can make informed  
2 decisions moving forward.

3 MR. KENNEDY: Okay. So before --

4 MR. MILLER: I will second that motion.

5 MR. KENNEDY: All right. We have a  
6 second.

7 MR. LANIER: We already have one motion  
8 open on the floor, so that one needs to be withdrawn  
9 or --

10 MS. HARPER: Or amended.

11 MR. MILLER: Well, the motion was to  
12 discuss it, which we are discussing.

13 MR. KENNEDY: Well, we would need to --  
14 can you rescind the --

15 MR. GOULET: Yeah. That's fine. I would  
16 just like Ms. Reynolds to be able to speak. She has got  
17 a lot of information for us tonight.

18 MR. KENNEDY: Ms. Reynolds, you -- if you  
19 don't mind? You have five minutes.

20 MS. REYNOLDS: All right. And I will do  
21 it in quite less than that.

22 MR. KENNEDY: Thank you.

23 MS. REYNOLDS: Carmen Reynolds, 9621  
24 Sunnybrook Drive, Navarre, Florida, 32566.

25 Last month, I spoke briefly on this and

1 explained that most Fire Departments and Water  
2 Departments in communities work collaboratively to  
3 protect and preserve lives and property. So it's -- the  
4 word I used is it's a symbiotic thing.

5 And this is no quick fix, as Vice  
6 President Harper indicated. This is going to take some  
7 meetings of the leaders. Seeing the monetary figures you  
8 refer to, where am I missing those costs at?

9 This has been monetized; correct? Is it  
10 in this packet? Am I just not seeing how much it costs  
11 to extend a line?

12 MR. WILLIAMSON: It's part of the Board  
13 back-up.

14 MS. REYNOLDS: Okay. Which doesn't go out  
15 in the public.

16 MR. WILLIAMSON: Correct.

17 MS. REYNOLDS: Okay. So how much does it  
18 cost to extend -- expand a water line?

19 MR. WILLIAMSON: You have two opinions of  
20 probable cost for two projects here. One of them --  
21 Phil, correct me if I'm wrong, one of them is a little  
22 more than a million dollars. Is that correct?

23 MR. PHILLIPS: Yeah. I don't think there  
24 is a single answer to your question.

25 Both of these projects we are looking at

1 is a little over \$3,000 a lot to provide fire protection.

2 MS. REYNOLDS: And that is to expand a  
3 line from a two-inch line to --

4 MR. PHILLIPS: Six-inch.

5 MS. REYNOLDS: Two to six?

6 MR. PHILLIPS: Both of these are six-inch  
7 water line improvements.

8 MS. REYNOLDS: And which location are you  
9 looking at when you talk about that?

10 MR. PHILLIPS: We have -- I will step in  
11 here and let me kind of give everybody a background of  
12 what Clinton and I did. First off, we do a hydraulic  
13 analysis of the system on a pretty regular basis and for  
14 the 2020 budget.

15 Other than some small connections that  
16 haven't been made, there are no antiquated water lines to  
17 be replaced. And we really don't have any hydraulic  
18 issues within the system. The areas where we have the  
19 lowest pressure, quite frankly, to correct those areas --  
20 and they are not problem areas yet -- would require us to  
21 redo a major part of 98.

22 And we all know we are just not going to  
23 do that until we either absolutely positively have to or  
24 we can do it as part of the expansion of a roadway.

25 So what we did, we sat down and said -- we

1 wanted to do some examples of improvements that might  
2 meet certain criteria. So the first one we provided is  
3 the Andorra Salamanca Street options and what we were  
4 thinking there when we started is that it would satisfy a  
5 couple of different criteria.

6                   For one, one source of funding is  
7 community development block or net funding and we all  
8 know that is a \$750,000 grant, essentially, is what it  
9 is. And we all know those projects score points based on  
10 what service they provide. And for a water line  
11 improvement, you want to serve as many people as you  
12 possibly can. And we have no idea economically whether  
13 that would work or not in that area, but that was one of  
14 the criteria we were trying to kind of satisfy.

15                   The other criteria is we were just trying  
16 to find an area that would serve the most people, the  
17 most bang for the buck is what we were actually trying to  
18 do. And that improving either one of those streets from  
19 the far north end to the far south end also builds the  
20 base to finish second additions. So that's kind of why  
21 we picked that when we priced it out. We eventually got  
22 a price of \$1.2 million to do it.

23                   It was more than what we originally  
24 thought it was going to be, but we ran our pricing by a  
25 couple of contractors. And they have agreed with us,

1 including a contingency, so that's how we picked the  
2 first one.

3                   The second one we picked is an example  
4 of -- although the modeling doesn't show hydraulic  
5 issues, we know there are some loops within the system  
6 that haven't been completed. And if those loops were  
7 completed, it would provide some redundancy or at least  
8 some pressure improvement in the system.

9                   And that's why we picked the Las Vegas  
10 Trail, Escola Street area. It goes behind the school  
11 there and makes a big loop that hasn't been connected  
12 through the system.

13                   And as it turns out, after we estimated  
14 that one, the cost per lot of the first one we did is not  
15 much different than the small jobs, so we estimated one  
16 project at \$1.2 million and I think the other one is  
17 \$378,000.

18                   MR. WILLIAMSON: That's correct.

19                   MR. PHILLIPS: The first one, for your  
20 benefit, serves 300-and-some-odd -- between 300 and 350  
21 households or existing buildable lots.

22                   And the second one serves between 75 and  
23 100 existing homes or existing buildable lots. They  
24 both -- the Escola, the Las Vegas Trail, Escola ended up  
25 being about \$3800 per lot. And the Andorra Street or

1 Salamanca Street ended up being about \$3400 a lot.

2 And we do caution everyone that right now,  
3 construction prices are extraordinary. So those prices  
4 could come down in the future where -- construction is  
5 quite a premium right now.

6 MS. REYNOLDS: Do those include hydrants  
7 on those lots?

8 MR. PHILLIPS: That includes everything to  
9 make that improvement in those areas. It includes  
10 building a brand new line. It includes transferring the  
11 services. It includes fire hydrants. It includes proper  
12 abandonment of the existing line that is there. It is a  
13 complete cost, including non-construction costs.

14 MS. REYNOLDS: Could you shave any of  
15 those costs off and cut some profit off of that? Or no?  
16 That's the bottom line dollar figure?

17 MR. PHILLIPS: Yes, ma'am.

18 MR. WILLIAMSON: There's no profit. I  
19 mean, it's an opinion of probable cause. It's supposed  
20 to give the Board an idea of a range, but there is no  
21 revenue associated with this. This is pure expense.

22 This isn't like doing a sewer line  
23 extension where we could later show a return on  
24 investment by number of customers that would be added by  
25 extending a sewer line.



1 MR. KENNEDY: This is what it would cost  
2 to do it.

3 MR. PHILLIPS: Yeah. This is what it  
4 would cost for us to hire a contractor to build both of  
5 these.

6 MS. REYNOLDS: When we were doing this  
7 years back under your predecessor, Paul Gardner, how do  
8 these figures compare? I know you said right now  
9 construction is exorbitant. But how does it compare?

10 MR. PHILLIPS: I am sure these cost  
11 estimates are orders of magnitude greater than the last  
12 time any significant water line improvement was made.

13 MS. REYNOLDS: Okay. Well, what we are  
14 looking at again is a win-win situation for everyone  
15 involved.

16 A win for the community to reduce their  
17 ISO rates, a win for the firefighters that won't be in  
18 peril because they can't get water to the structure fire.  
19 And a win for the Water Department, as I explained, if --  
20 a few years ago, when I was working for Navarre Press,  
21 there was a fire in Holley by the Sea.

22 And it was getting ready to jump from the  
23 cul-de-sac to the next street. And had that taken out  
24 what it was expected to take out, we would have lost --  
25 you-all would have lost all those water bills for however

1 many months it would take for them to rebuild because  
2 they wouldn't be there. They would be in another state  
3 or maybe somewhere else living. And the sewer, the sewer  
4 bills for that month.

5                   So this is a community project. And it's  
6 not going to happen now. It's going to happen after  
7 there is considerable planning done with all the leaders.  
8 I am not sure that the EOC is going to participate, but,  
9 certainly, they should be included in it, because, you  
10 know, the County is saying that they are really short on  
11 money, too.

12                   But to open the conversation up and look  
13 at where we are now and where we would like to be.  
14 Ultimately, the goal is to preserve lives and property.

15                   I researched a lot of grants that were  
16 given in other communities. And I sourced those grants  
17 for being able to, you know, file for them. And,  
18 typically, the Fire Departments are the ones that are  
19 most successful in getting these type grants.

20                   Now, it occurred to me, Mr. Williamson,  
21 that you-all have a lobbyist. Is that true or no?

22                   MR. WILLIAMSON: That is true.

23                   MS. REYNOLDS: Does he get involved in  
24 perusing what grants might be available for a private  
25 water company?

1 MR. WILLIAMSON: No. Whatever Legislative  
2 requests this Board approves and directs the lobbyist to  
3 go after, that's what we go after.

4 MS. REYNOLDS: Okay. So he could  
5 technically get involved in this?

6 MR. WILLIAMSON: If the Board directed me  
7 to have the lobbyist look at that, then, absolutely.

8 MS. REYNOLDS: And I found some that could  
9 be used, but identifying them and actually being eligible  
10 for them and submitting for them are a different thing.  
11 Do you have anyone that can submit grants from your  
12 organization separate from the lobbyist?

13 MR. KENNEDY: Well, sorry, if I could, you  
14 are starting to ask Holley Navarre to start doing grants  
15 for this.

16 MS. REYNOLDS: No. I am asking the  
17 question to get to the objective. It's going to take a  
18 lot of dogs and cats, so I was just slinging it out.

19 MR. KENNEDY: And I am with you there.  
20 Unfortunately, the five minutes is up, but --

21 MS. REYNOLDS: Yeah. Well, I was  
22 listening --

23 MS. HARPER: May I ask a question?

24 MR. KENNEDY: Yeah. Absolutely.

25 MS. HARPER: I appreciate all of the work

1 that you do --

2 MR. KENNEDY: Absolutely.

3 MS. HARPER: -- and I know you work  
4 tirelessly on a lot of things and you do a lot of  
5 research and I definitely appreciate that, but have you  
6 made this same pitch to the Fire Department?

7 MS. REYNOLDS: Yes. I went down there  
8 almost a year ago and said, "What happened on hydrants?"

9 And they said, "We don't know. We sent a  
10 letter to the Water Department six months ago."

11 So I came to this Board and I said, "Where  
12 is the letter?" And Mr. Williamson was just coming on  
13 board and he found it and actually made the call.

14 And I am not sure if he -- I think he  
15 actually met with the Fire Chief the next day. So they  
16 have some locations and some preliminary work has been  
17 done. It is a matter of coalescing all these leaders.

18 MS. HARPER: I understand. But have they  
19 done any work at all in seeking grants and funding for  
20 the cost for fire hydrants? Because, obviously, fire  
21 fighting and putting out fires is the responsibility of  
22 the Fire Department.

23 And I know that a couple of years ago,  
24 they sought an increase in their revenue source via  
25 taxes, which I definitely supported and voted in favor

1 of.

2 MS. REYNOLDS: That would be a  
3 conversation that the two of them had. So I don't know  
4 what the content of that conversation was.  
5 Mr. Williamson --

6 MR. KENNEDY: Sorry -- I just don't -- you  
7 know, some of the details of trying to hash out how we  
8 are going to solve this complex problem is like not the  
9 forum here for that.

10 MS. REYNOLDS: Right. And I would just  
11 like to close, President Kennedy, in saying that it's not  
12 a rice bowl issue. This is my thing. This is their  
13 thing. Never the twain shall meet.

14 We have got to coalesce here as a team in  
15 the interest of the community and get this together  
16 before we have a major disaster that impacts all of us in  
17 one way or another. Thank you.

18 MR. KENNEDY: Thank you. So we have a  
19 motion to allow Daryl to work with the leaders and start  
20 to, I guess, gather information is where we are going  
21 with this?

22 MS. HARPER: I expect him to go to  
23 Tallahassee and lobby for the Water Company.

24 MR. LYNCHARD: I am game.

25 MR. KENNEDY: And he has to wear a Holley

1 Navarre Water System shirt.

2 MR. LYNCHARD: No. I am wearing my black  
3 shirt.

4 MR. KENNEDY: All right. So we have a --  
5 we have a motion. Any further discussion?

6 MR. LYNCHARD: Yes. If I am going to do  
7 this, can she help me?

8 MS. HARPER: Which one?

9 MR. LYNCHARD: Ms. Carmen.

10 MR. KENNEDY: You would need to.

11 MS. HARPER: You would want her on your  
12 side.

13 MR. LYNCHARD: Would you help me?

14 MS. REYNOLDS: Absolutely.

15 MR. KENNEDY: Ms. Carmen, you are asking  
16 for the leaders to come together. Because I have said  
17 this is a complex problem and it's not something that  
18 just one can handle, so, you know, we are willing to  
19 listen to see if we can provide some -- to see what there  
20 are as far as options to help.

21 MR. WILLIAMSON: And, Mr. Chairman, in  
22 scrubbing the unrestricted budget, I think once we got  
23 through the first two quarters of the year, if things go  
24 as planned and collections are as planned, then I could  
25 see where there would be possibly up to as much as

1 \$300,000 to \$400,000 that could be applied toward fire  
2 extension. But right now, when these prices came back,  
3 this was something that I don't feel we have enough in  
4 operations to make that move.

5 But in my conversations with Director  
6 Goulet, I told him initially that I thought that funding  
7 would be available. I think the Board would probably  
8 feel more comfortable if you want to move forward with  
9 any type of program to get through the first two quarters  
10 and then, you would be able to confidently pull the  
11 trigger on some of it.

12 MR. KENNEDY: Okay. Does that help? All  
13 right. We have a motion. Any further discussions?

14 (NO AUDIBLE RESPONSE.)

15 MR. KENNEDY: All right. Those in favor  
16 say "Aye"?

17 MR. LYNCHARD: Aye.

18 MR. MILLER: Aye.

19 MR. GOULET: Aye.

20 MR. LANIER: Aye.

21 MS. HARPER: Aye.

22 MR. KENNEDY: Those opposed say "No"?

23 (NO AUDIBLE RESPONSE.)

24 MR. KENNEDY: Motion carries.

25 And, yeah, so -- and I appreciate Daryl.

1 Thank you for stepping into this to see what we can do as  
2 a community in this effort.

3 MS. HARPER: And, Carmen, thank you for  
4 your help.

5 MR. KENNEDY: Yes, ma'am. Thank you so  
6 much. I can't see without glasses.

7 The next item is the FRUS Holley Navarre  
8 Water System Service Agreement Resolution of Support.  
9 Mr. Williamson?

10 MR. WILLIAMSON: Thank you, Mr. Chair.  
11 Your two Board appointees for Fairpoint may want to speak  
12 to this, but they have done great work throughout more  
13 than a year now on this project.

14 And they have -- I don't want to speak for  
15 them, but I think they are in favor of this agreement  
16 that we have here, the changes that they have requested  
17 and that the Board has brought up throughout the course  
18 of this year.

19 They have negotiated hard and we think we  
20 have an agreement that is going to result in -- this  
21 year, I think it is resulting in close to 20 percent  
22 additional reimbursement to Holley Navarre Water System.  
23 That's more so than they had, so it is probably closer to  
24 getting more of a fair reimbursement for our  
25 administration and service to Fairpoint than we ever have



1 before.

2                   And this agreement even takes that one  
3 step further with an overhead fee and more accurate  
4 reimbursement costs for any equipment usage and any  
5 number of things. So this is a Resolution of Support  
6 that we drafted up. Obviously, this is just a draft.  
7 The Board can amend that.

8                   It's pretty much boilerplate stuff. But  
9 this gives Directors Miller and Lynchard something to  
10 bring back to the meeting that says, "This Board support  
11 the agreement as presented."

12                   And that would be at the January meeting.  
13 And then, the next step would be to execute the  
14 agreement. And we have a year to make the necessary  
15 changes that we need to make to make sure we are in  
16 compliance to that.

17                   MR. MILLER: And there have been no  
18 changes to the agreement since our last Fairpoint  
19 meeting? Is this what came out of that?

20                   MR. LYNCHARD: Yeah.

21                   MR. WILLIAMSON: Yes. What was directed  
22 and voted on is in there. And the changes were minimal.

23                   MR. LYNCHARD: Just so -- Mr. Williamson  
24 put it a little nicer, this was the draft that was coming  
25 to the Board. This is about the, what, 12th draft?

1 MR. WILLIAMSON: It's been a few.

2 MR. MILLER: Many errors --

3 MR. LYNCHARD: It's just the first one  
4 that y'all got to go over. So I think this is a -- I  
5 think this is a good one to move forward with and it does  
6 definitely get us closer to even on our compensation for  
7 our services, which we have never had.

8 So I think this is a good agreement. And  
9 the way it's structured, I believe, is we can always go  
10 back and amend it at some point in the future.

11 MR. WILLIAMSON: Yes, sir.

12 MR. LYNCHARD: If we see that our expenses  
13 in other areas are greater than what is reflected in  
14 here.

15 MR. KENNEDY: Right. So do we have a  
16 motion to approve the FRUS Holley Navarre Water System  
17 Service Agreement Resolution of Support as presented?

18 MR. MILLER: So moved.

19 MR. KENNEDY: Second?

20 MR. LYNCHARD: Second.

21 MR. KENNEDY: Any further discussion?

22 MR. GOULET: I have got a question. It  
23 was brought to my attention. Did we get the water  
24 discrepancy figured out with Midway and Fairpoint?

25 MR. WILLIAMSON: Which one? Which one,

1 Director Goulet? I'm sorry. I am not trying to be a  
2 smart butt, but -- the metered one, we think we have  
3 taken care of.

4 MR. KENNEDY: Is that the one detecting  
5 the ounce of water that they claimed they never got?

6 MR. GOULET: That was the one you guys  
7 were going to -- you were going to go back and test the  
8 back flow of the --

9 MR. WELLS: Everything we test comes out  
10 to be right and we can't find any issue.

11 MR. GOULET: But they are still saying  
12 there is an issue?

13 MR. WILLIAMSON: The latest report we  
14 received from their operator at Midway said that they  
15 disputed the findings that we provided with the test that  
16 we did, even though they were at the test that we  
17 conducted.

18 So, at this point, what we recommended  
19 three months ago was that we hire an independent third  
20 party professional to come in and evaluate the data. And  
21 I think the City of Gulf Breeze has expressed some  
22 support in that. So that could be the direction we go.

23 That's, obviously, going to be up to the  
24 Board members, if they want to take it that way. Staff  
25 really hoped the Board members go that direction, because

1 we don't feel like we can do anything else as a staff to  
2 put forward that the numbers that we are providing, the  
3 bill that we are sending them, the gallons of water that  
4 we are showing that they are receiving is accurate.

5 And we have spent an extraordinary amount  
6 of time and effort trying to respond to every single  
7 request. And so, we would love to see an end to it,  
8 Director Goulet.

9 MR. GOULET: All right.

10 MR. KENNEDY: And then, for me, I am very  
11 thankful for our representatives, who, if you don't know,  
12 Director Miller and Director Lynchard are our  
13 representatives at Fairpoint.

14 And, Mr. Williamson, how long has this  
15 contract been going on now?

16 MR. WILLIAMSON: Well, more than a year.  
17 It was going on before I got here. So they come prepared  
18 every meeting. And they have done a hell of a job at  
19 this.

20 MR. KENNEDY: That's correct. So thank  
21 you so much.

22 MR. LYNCHARD: Thank you.

23 MR. KENNEDY: All right. Any further  
24 discussion?

25 MR. LANIER: Are any of the current issues

1 that Midway is having with us going to impact this  
2 agreement being approved by them?

3 MR. WILLIAMSON: No.

4 MR. KENNEDY: Okay.

5 MR. MILLER: This is really just a service  
6 agreement that outlines what our responsibilities are as  
7 far as, you know, running the system and what our  
8 reimbursements are for our efforts. We have really never  
9 had an agreement in place other than, you know, kind of a  
10 gentlemen's agreement that we will bill this much of a  
11 person's salary.

12 And so, this finally gets us to a point  
13 where we have got a written agreement as to what will  
14 happen. And it can, you know, it can be revised along  
15 the way, but I think it's finally to a point where it's  
16 something we can work with and the other utilities have  
17 reviewed and approved, and, you know, hopefully, in  
18 January, we can put this behind us and have something we  
19 are working off of.

20 MR. LYNCHARD: Yeah. We are moving  
21 forward.

22 MR. KENNEDY: Any further discussion?

23 (NO AUDIBLE RESPONSE.)

24 MR. KENNEDY: All right. Those in favor  
25 say "Aye"?

1 MR. LYNCHARD: Aye.

2 MR. MILLER: Aye.

3 MR. GOULET: Aye.

4 MR. LANIER: Aye.

5 MS. HARPER: Aye.

6 MR. KENNEDY: Those opposed say "No"?

7 (NO AUDIBLE RESPONSE.)

8 MR. KENNEDY: Motion carries.

9 Next order of business is the Holley  
10 Navarre Water System website launch. Mr. Torin -- or Mr.  
11 Brand?

12 MR. BRAND: All right. Well, as I change  
13 gears here, I do appreciate the patience that we have had  
14 to actually get to this new website. I know that it has  
15 been kind of a long road, but I think that it is  
16 definitely going to be worth it. And, actually, since  
17 the website is live, it most likely already is.

18 So, okay, there were three different areas  
19 that we, I guess, were concentrating on whenever we  
20 launched the new website. The first one was improving  
21 the customer experience for whenever they went to our  
22 website, we were working off of a really old template  
23 that really held us back quite a bit. It didn't really  
24 allow us to communicate with the members very much, so  
25 the company wasn't able to communicate and be as

1 transparent as we would like to be.

2                   And, also, it was a pain in the neck for  
3 any of the employees to actually try to manage and work  
4 around the template that was holding us back. So we went  
5 out for a bid. We came back with this, with Revise, who  
6 actually did some of the design and the back work on this  
7 website, but we will actually just kind of go through  
8 some of the main points on the website right now.

9                   So the first thing that you will notice is  
10 that we have the ability to post alerts for customers  
11 whenever they come to the website. We can either have  
12 this, you know, if we don't have a boil water notice  
13 right now, we can have this available to let them know  
14 that we don't have anything.

15                   Or if there is a boil water notice or a  
16 service outage, we can post it right here and it will be  
17 the first thing that you see whenever you come to the  
18 page.

19                   If you click on that, then, we actually --  
20 it will take you to the page where we can provide more  
21 details for that. So I guess along that same thought,  
22 with those alerts, you are actually able to enter your  
23 email address and you can sign up for that page -- will  
24 be able to be signed up with this e-notify.

25                   So you would enter your email address, and

1 then, you will have an option to where you can subscribe  
2 to that page or possibly pages for agenda postings,  
3 various pages throughout the website.

4 And whenever we make updates to those  
5 pages or post something to them, you can be alerted  
6 through email. Or text messaging is something we are  
7 looking into. I know we have the ability to do it.  
8 There is a charge associated, but nevertheless --

9 MR. WILLIAMSON: So that will have people  
10 adding -- we would start building that email database  
11 that we want to where we can start pushing information  
12 out. If you would go back to the home page real quick,  
13 another one of the things that was important to the Board  
14 was improving that customer service experience.

15 So if you scroll up a little bit, one of  
16 the things that we wanted to make sure was we determined  
17 what are the main reasons why people are coming to the  
18 site. The customer is going to want to pay their bill.  
19 They are going to want to look at their water usage  
20 through their member portal, and they could possibly want  
21 to apply for service.

22 And then, lastly, probably want to see,  
23 when is the meeting coming up, that type of thing. So  
24 these are all quick links where you can easily get to  
25 that.



1                   One of the things that Director Miller  
2 specifically had been championing for a while as well as  
3 the rest of you is for the ability for somebody to apply  
4 online. And Torin was working on this until about 2:15  
5 in the morning last night and trying to get this to where  
6 it would be across the finish line for tonight's meeting  
7 and the launch.

8                   Also, Amber is here, our Customer Service  
9 Manager. She worked on this and Corey did as well.

10                  MR. BRAND: So we actually do have the  
11 ability for customers to apply online now.

12                  MR. KENNEDY: Yay.

13                  (APPLAUSE.)

14                  MR. BRAND: So if we follow the quick  
15 link, so apply for service, we actually have this as a  
16 link now. We are using DocuSign. So the member would  
17 enter their name and their e-mail. Whenever you go in  
18 it, it will just ask you to sign it.

19                  If you have ever done a lease or a  
20 mortgage that has actually used DocuSign, it will be  
21 about the same experience.

22                  MR. GOULET: Torin, is that also available  
23 for commercial members? Or is that just residential  
24 members right now?

25                  MR. BRAND: We are definitely looking into

1 it. We have the ability to make it available, but that  
2 will be up to Engineering and --

3 MR. WILLIAMSON: Great segue, though, if  
4 we can go to the new section that Corey helped get set  
5 up. So to be more developer friendly and business  
6 friendly, Cory and the Engineering Department, they  
7 worked on putting the information up there for  
8 development projects. And this is a pretty cool resource  
9 that we have for folks now to where if anybody has any  
10 questions about our guidelines or specs or the process  
11 that they would need to go through all of the information  
12 there now, Cory is able to direct people through and get  
13 them the information they need. So it kind of eliminates  
14 any of the questions that they might have.

15 And it's one of those deals where the  
16 contractor could be in their office and Cory is here and  
17 they are able to go back and forth on the project and he  
18 can send them or their engineer for their project  
19 directly to get them the information they need. This  
20 makes it a lot easier and this is only the beginning.  
21 Keep working on that.

22 MR. GOULET: Is there a link on the  
23 commercial side? If they have a question on a specific  
24 thing -- that they could email Cory? And Cory can email  
25 them back?

1                   MR. SNYDER: Yeah. It's like in the first  
2 paragraph. It says, "All questions, just send them my  
3 way."

4                   MR. GOULET: There is like a portal for  
5 that?

6                   MR. SNYDER: Uh-huh.

7                   MR. LYNCHARD: Are we going to be able to  
8 stream the meetings?

9                   MR. BRAND: We have the capability to, so,  
10 yes, we will be able to stream them. Pretty much  
11 anything that can be posted to a video site can be  
12 embedded. So Vimeo or YouTube.

13                  MR. LYNCHARD: Okay. I think that's what  
14 we had talked about when we --

15                  MR. BRAND: Absolutely. Absolutely. So  
16 that was integrated in this. And speaking of the  
17 "Contact us," if somebody has a question for any specific  
18 department, we do have a "Contact us," page now with our  
19 form where we have all the departments listed that if  
20 somebody has a specific, I guess, IT request, then you  
21 just select that department, fill out your information,  
22 and it emails that department, whoever is deemed to be  
23 the one to receive that information. It will go directly  
24 to them, instead of us having to pass around emails.

25                  MR. KENNEDY: Yeah. And it looks very

1 good. I mean, that's -- I mean, you are light years  
2 ahead of where we were.

3 MR. BRAND: It looks much better. You  
4 know, it's going to allow us to post and have all of the  
5 documents in a much better format than it used to be. I  
6 mean, everything used to be all on one page all together.  
7 Now, we can post things and separate them.

8 And it will allow us to be more organized,  
9 so it is a much better experience for all involved.

10 MR. WILLIAMSON: The YouTube channel goes  
11 live and the Facebook page, those links will go up there,  
12 then, you will have a clickable link to our social media  
13 content as well. And the video, I don't know if the  
14 video comes up or not.

15 MR. KENNEDY: Oh, yeah.

16 MR. WILLIAMSON: Make Chris a star.

17 (PLAYING PROMOTIONAL VIDEO INTRODUCING  
18 HOLLEY NAVARRE WATER SYSTEM.)

19 MR. LYNCHARD: So do we think we might be  
20 able to stream the annual meeting in January?

21 MR. WILLIAMSON: We currently don't have  
22 that equipment budgeted for, sir, but we have the  
23 ability.

24 MR. BRAND: I can set my Iphone up on a  
25 tripod.

1 MR. LYNCHARD: There is a recorder right  
2 there and I am pretty sure that's already doing audio.

3 MR. BRAND: We -- if that is something the  
4 Board wanted to make happen, we would do everything  
5 within our power to make it happen.

6 MR. KENNEDY: Well, also, whether or not  
7 it's the right thing to do, you know. We don't want to  
8 do it on an Iphone.

9 MR. LYNCHARD: Wherever we initially set  
10 up this website over a year and a half ago, I think, that  
11 we started this, the motion was to have this website  
12 live-stream the meetings.

13 MR. BRAND: Yes. We do have the  
14 capability.

15 MR. LYNCHARD: So it's not deciding  
16 whether we want to do it or not. We have already decided  
17 we are going to do it unless the Board so chooses to undo  
18 that.

19 MR. KENNEDY: That's true.

20 MR. WILLIAMSON: We don't know that we  
21 will have it ready by the 21st, Director Lynchard, but we  
22 will try.

23 MR. LYNCHARD: Cool.

24 MR. WILLIAMSON: We just wanted to make  
25 sure that if we did steam it that those watching it would

1 have a good experience and that the sound would be good  
2 and that the cameras would be good. And then, we already  
3 have to have a way to save it, but we are moving in that  
4 direction. The website is live. And that's the next  
5 step up for us, to try to deliver that to the Board and  
6 the members.

7 MR. LYNCHARD: That will work.

8 MR. MILLER: The Customer Portal function  
9 that was in our prior website, that's part of this as  
10 well where people can sign up for alerts on the water  
11 usage.

12 MR. BRAND: So it's one of the quick  
13 links, so it's the second one here and there will be the  
14 same -- same exact functionality as they used to have.  
15 So it is one of the -- I guess it's the second link right  
16 there.

17 We have seen that a lot of customers have  
18 utilized that resource. And, I mean, I think it's a  
19 great resource. So, yeah, that these are definitely the  
20 things that we think would be most used. And, you know,  
21 we can adjust anything as we -- as needed, so --

22 One of the best things, also, is that it  
23 does scale. So no matter what device you are accessing  
24 it from, I mean, as it gets smaller, it just adapts, so  
25 even, you know, you can do Android and Iphone, but there

1 are so many devices in between now.

2                   It's just a very responsive website,  
3 mobile friendly. We only have one website to update not  
4 a mobile. It is standard. So it does all that in the  
5 background, so much improved, and it will be much  
6 improved as well as we kind of develop it more and get  
7 deeper into it.

8                   MR. KENNEDY: Okay. Any further  
9 discussions?

10                   (NO AUDIBLE RESPONSE.)

11                   MR. KENNEDY: All right. That was  
12 information only. Thank you, Mr. Brand.

13                   MR. GOULET: Thank you, Torin.

14                   MR. KENNEDY: We are so excited. I mean,  
15 it looks -- again, you have done a great job.

16                   MR. BRAND: It will be great.

17                   MR. KENNEDY: All right. The next item is  
18 Navarre Boardwalk and Marina, unauthorized water and  
19 sewer connection.

20                   All right. So now, before we begin this  
21 process, Mr. Williamson will provide us a summary. Mr.  
22 Dabney will be able to address the Board. If other  
23 members wish to address the Board, they may do so as well  
24 and then, the Board will discuss the issues.

25                   All right. So, Mr. Williamson, if you

1 will bring us up to speed on the issues?

2 MR. WILLIAMSON: Thank you, Mr. Chairman.  
3 Just to provide a brief narrative of the agenda item that  
4 you have, a little bit of what we have been working on  
5 that led to this point.

6 On or around March 27th, Operations Staff  
7 responded to a call for a leak at East River Smoke House  
8 and they noticed when they got there that the leak looked  
9 to be coming from a connection to the unmetered fire  
10 suppression line. The fire suppression line is only  
11 there in the event of a fire. That's why it's not  
12 metered.

13 The Operations Manager asked what the line  
14 was being used for and the owner stated that it was for a  
15 future retail project going into the adjacent property.  
16 And the Operations Manager told him that basically it  
17 didn't look good because there would be no reason  
18 typically to connect to that unmetered fire line. And he  
19 instructed the owner that he needed to cut and cap that  
20 line.

21 After the meeting, the Operations Manager  
22 told the Lead Inspector that he needed to begin  
23 monitoring the leak detection device that's on the fire  
24 suppression line in case there was any water usage or  
25 anything was detected on that meter. In the weeks that



1 followed, there was water detected from that leak  
2 detection device. And we noticed that the amount of  
3 water was not consistent with water loss or a water leak.  
4 It wasn't consistent. It varied, which would be more  
5 something you would see with water use.

6               So the System Engineer after this began  
7 researching this address looking for authorization for  
8 this connection to the fire line. And while conducting  
9 this research, we learned that the Navarre Boardwalk and  
10 Marina on site, that business does not have an account  
11 with Holley Navarre Water System.

12              Continued review included review of the  
13 engineered plans submitted and approved by Santa Rosa  
14 County for the Navarre Boardwalk and Marina. And these  
15 approved plans from December 2015 show a connection to  
16 Holley Navarre Water and Sewer systems. The water was  
17 connected via a metered connection at Highway 98 and the  
18 sewer via a direct tap to the sewer force main.

19              We sent a line locate crew to find those  
20 connections, but the connections shown on the plans  
21 presented to the County do not exist.

22              We then met with Holley Navarre Water  
23 System General Counsel and staff in mid-June to discuss  
24 the next steps, and it was decided that we would send a  
25 written formal request to the owner of the property to

1 determine how the Marina was receiving water and how it  
2 was disposing of sewer. The letter also instructed the  
3 owner to disconnect from the unmetered fire suppression  
4 line.

5                   We sent the letter in August via mail with  
6 no response. We then sent the letter via certified mail  
7 in September with signed receipt of letter, but still no  
8 response. To date, we have only received partial  
9 response to the multiple requests for information. The  
10 unauthorized connection to the fire line has been cut and  
11 capped, and the water use on the leak detector has  
12 stopped, so there has been no further water there.

13                   We have researched Board minutes, System  
14 Engineer historic files. We have spoken with past lead  
15 executives, Ken Walker and Paul Gardner, about the issue,  
16 and we cannot find any authorization or project review  
17 for the Navarre Boardwalk and Marina project.

18                   So there are some additional concerns that  
19 we have for this as to why it would be important to  
20 review this. The Smoke House and the Marina are two  
21 separate corporations and are two distinct uses with two  
22 distinct addresses, and they don't allow -- we don't  
23 allow one business to serve another business. Either  
24 could be sold at any time creating a situation where one  
25 owner received service from another.

1           Each corporation or property should have  
2   its own service account and connection to allow us to  
3   enforce our policies. The second issue of significance  
4   is the sewer connection. And we don't allow wastewater  
5   connections that do not correspond to direct potable use.  
6   We have recently denied some of these requests for RV and  
7   boat storage.

8           There are two reasons. The first is we  
9   are not receiving compensation for the sewage, as a boat  
10   can pull up to the end of the dock and pump out whatever  
11   happens to be in the tank or bilge without consuming or  
12   purchasing any potable water.

13           The second concern is the Marina  
14   connections are notorious for being ports -- points of  
15   introduction of substances that could seriously impact  
16   our wastewater treatment plant system. Many systems,  
17   including one of our neighboring systems, does not allow  
18   these connections for this reason.

19           So that concludes the staff report on  
20   this. I believe Mr. Dabney is here and would probably  
21   wish to address the Board on this matter. And staff has  
22   made recommendations to the Board on this item. And that  
23   concludes my report.

24           MR. KENNEDY: Thank you, sir.

25           MR. GOULET: I have got one question on

1 the email thread that was sent on the server. I am  
2 trying to read the timeline here.

3 It says, "In June of this year, staff  
4 installed a meter." So we put a meter on this line?

5 MR. WILLIAMSON: The leak detector was  
6 already there. I thought that we had installed a  
7 separate metered device to monitor the water usage and  
8 was corrected on that, that the leak detection device was  
9 there. It just hadn't registered any water usage until  
10 we went out there in March. And that's when the water  
11 usage started.

12 MR. GOULET: Okay.

13 MR. KENNEDY: Mr. Dabney, would you --

14 MR. DABNEY: I will hang back and listen  
15 to what has the Board has to say and then address the  
16 Board.

17 MR. KENNEDY: No, sir. We would like you  
18 to give us an address on this -- on your accounts.

19 MR. DABNEY: I am here because -- I have  
20 not been properly told to be here. I got word this was  
21 going to be going on tonight.

22 So I am -- so, basically, in my summary,  
23 you guys are sitting here saying that you have nothing,  
24 no paperwork, no nothing. Well, here is a DEP permit  
25 that says, let's see, "With fuel facilities with sewer

1 pump-out," DEP approved, State.

2                   Here's a Federal grant right here that  
3 says they are willing to pay for that sewer pump-out. So  
4 it's funny that you, as a staff, have nothing. Wait.  
5 Better yet, you have a County permit.

6                   Have y'all ever built a house? Have you  
7 ever approved a house to be built in Navarre without you  
8 signing off on it or Mr. Williamson signing off on it?  
9 Simple question. Yes or no answer?

10                   MS. HARPER: May I take a look at the  
11 permits, please?

12                   MR. DABNEY: Sure.

13                   MS. HARPER: May I ask why you didn't  
14 provide a copy of the permit so they could see those?

15                   MR. DABNEY: I was trying to tell them  
16 where to go get them. Just like the County permit. You  
17 know, Mr. Williamson has a problem with me, and I have a  
18 problem with him because of a previous issue.

19                   So in order for me to do as I am asked to  
20 do, I want to know why he has taken it upon himself to  
21 call DEP, Florida Fish and Game, Santa Rosa County, and  
22 accuse me of doing illegal activities. Anybody got an  
23 answer for that?

24                   MR. KENNEDY: Well, ultimately, I guess,  
25 sir, what we are looking for here is -- and we have

1 got -- from what we are aware of, we have three separate  
2 issues here. One is the fact that you have got your -- I  
3 guess you were running the water through the --

4 MR. DABNEY: Through the Smoke House.

5 MR. KENNEDY: -- through the Smoke House.

6 MR. DABNEY: Here is the solution to that  
7 question that you have.

8 MR. KENNEDY: Yes, sir.

9 MR. DABNEY: If I am paying for sewer or  
10 paying for water, then I am initially paying for sewer.

11 MS. HARPER: Mr. Dabney, does this permit  
12 from the DEP, does it state anywhere here or authorize  
13 you to discharge sewage? Or does it just authorize you  
14 to build the Marina?

15 MR. DABNEY: It has both, just like the  
16 bank does.

17 MS. HARPER: Because it seems -- can  
18 you -- I mean, I can sit here and read the whole thing --  
19 and I will. It will be a long meeting. Because I have  
20 read their permits before and I will read it line for  
21 line. But if you know where within this document that it  
22 states the sewage -- if you can come and show me,  
23 please --

24 MR. DABNEY: When you are doing all that  
25 stuff, you have, really, it took 18 months to pull that

1 permit. Okay. It took that long to pull that permit.

2 MS. HARPER: No. What I mean is if you  
3 can come and show me within the document itself, within  
4 the permit, because I have dealt with DEP permits for  
5 several years.

6 MR. DABNEY: What are you asking me to  
7 show here?

8 MS. HARPER: And so, the permit generally  
9 gives the person the permission to build. Right? So  
10 this is giving you the permission to build within an area  
11 that has, you know, some form of wetlands or a protected  
12 area.

13 MR. DABNEY: It's a permit. It's an  
14 approved permit. What are you talking about, asking to  
15 build?

16 MS. HARPER: Because it's giving you the  
17 permission to build in a submerged area, which would be  
18 the Sound.

19 MR. DABNEY: I guess I don't understand  
20 what you are asking.

21 MS. HARPER: But what we are dealing with  
22 here is the discharge of sewage, which is different than  
23 the actual building of a submerged, you know, under the  
24 water. So because you build a Marina --

25 MR. DABNEY: That ought to be in the

1 County permit.

2 MS. HARPER: So what you -- you are  
3 providing this as documentation that you have a permit to  
4 discharge the sewage. So if you can come and show me  
5 within this documentation, so I don't have to read it  
6 line by line.

7 MR. DABNEY: I haven't read every line,  
8 either. The bottom line is the sewer pump-out that comes  
9 from there is being provided. So I am providing water to  
10 the boats, so that is being billed. So that sewage that  
11 is coming back is part of the water bill. Yes or no?

12 MR. KENNEDY: Well, we will come back to  
13 that one. I think, Director Harper, the three things  
14 that we are discussing here. Let's just kind of go  
15 through them one at a time here is the -- the connection  
16 that you are using the water for the Marina through the  
17 Smoke House.

18 MR. GOULET: It's the same property. Have  
19 you guys pulled up the property site on that? It's the  
20 same property.

21 MR. KENNEDY: My question, though, to --

22 MR. DABNEY: And the permit has both  
23 addresses.

24 MR. KENNEDY: Right. My question to staff  
25 is: Is this an allowable process? Is this something



1 that we allow to happen?

2 MR. SNYDER: No, we wouldn't. We have to  
3 approach it that at some point, any point, really, that  
4 either of those businesses could be sold to a different  
5 person, and it's not legal for one entity to be served  
6 water through another.

7 MR. GOULET: I got a question for you.  
8 So, Walmart, does McDonalds have a separate water tap?  
9 Does the beauty parlor have a separate tap at Walmart?

10 MR. SNYDER: Inside the store?

11 MR. GOULET: Yes, sir.

12 MR. SNYDER: That's the same parcel --  
13 corporate entity. They are not --

14 MR. PHILLIPS: They are being leased --

15 MR. SNYDER: Yeah.

16 MR. PHILLIPS: So they control the meters.

17 MR. GOULET: If this Marina is leasing  
18 property from said Smoke House, same idea, then, does the  
19 Wal-Mart down there, is it two separate businesses with  
20 one water tap and one sewer tap?

21 MR. PHILLIPS: I personally wouldn't treat  
22 it the same that way. But I would give you an example of  
23 where I would, which is if you had a strip mall and each  
24 of them owned their own little piece of the strip, each  
25 one of those would have to be separately metered.

1                   If it was one long strip mall where each  
2 of the units were being leased from one single owner,  
3 then, that would be one meter.

4                   MR. GOULET: This is the same owner, same  
5 property, just a different business. That's similar to  
6 Walmart.

7                   MR. KENNEDY: It has a different  
8 address --

9                   (EVERYONE SPEAKING AT THE SAME TIME.)

10                  MR. DABNEY: It does not have to --

11                  MR. GOULET: If you go on the County  
12 website, like I have, and I don't work for the County. I  
13 never had. And I am just a mechanic. But I went on the  
14 County website, and where the property line is and this  
15 Marina is, it's all on the same property.

16                  That's why this is so embarrassing as a  
17 Board member. This is so embarrassing as a member of  
18 this community that we are pro-business here. Look what  
19 you are doing to this man. He has several businesses in  
20 town and you are treating him like a criminal because you  
21 don't have the --

22                  MR. KENNEDY: Well --

23                  MR. GOULET: Let me finish. Because you  
24 don't have the answers to a question. Why don't you go  
25 down and just talk to him? I am sure that he would have

1 answered you.

2 MS. HARPER: What is embarrassing is the  
3 fact that they did go down and talk to him.

4 MR. KENNEDY: Yeah. Actually, he did.  
5 Unfortunately, this has been a situation for eight  
6 months.

7 MS. HARPER: And you are going to attack  
8 us? They did go down and talk to him.

9 MR. KENNEDY: So, Director Goulet, this is  
10 not something new. The staff has --

11 MR. GOULET: When have we had a formal  
12 meeting on this? Tell me the date. Was I not here?

13 MS. HARPER: This began in March. March  
14 27th.

15 MR. GOULET: Did we have a meeting here?

16 MS. HARPER: This began in March.

17 MR. GOULET: Did we have a meeting here?

18 MS. HARPER: Staff has been dealing with  
19 this since March.

20 MR. KENNEDY: This is our meeting.

21 MR. GOULET: I think --

22 MS. HARPER: There you go again. This  
23 began since March.

24 MR. KENNEDY: So, ultimately, we are back  
25 to the question, sir --

1                   MR. DABNEY: Was I directly notified of  
2 this meeting by anybody here in this room?

3                   MR. LYNCHARD: Nope.

4                   MR. KENNEDY: Keith -- oh, this meeting?  
5 Oh, staff, did anybody -- and if not, then we --

6                   (EVERYONE SPEAKING OVER EACH OTHER.)

7                   MR. WILLIAMSON: When I spoke to  
8 Mr. Dabney on November 25th with Cory present, I did let  
9 him know that if we didn't get a response to our request  
10 from the letter that we were going to have to put this on  
11 the Board agenda for the Board to consider.

12                   And I also believe that our General  
13 Counsel has had several conversations with James and he  
14 knew that this meeting, that this was going to be on the  
15 meeting. The meeting was publicly noticed as well. So I  
16 think that the fact that Mr. Dabney shows that he was  
17 aware of the meeting.

18                   MR. KENNEDY: And, so, yes, sir, thank  
19 you. Do you have a question or a comment?

20                   MR. LYNCHARD: Yeah. But you can keep  
21 going.

22                   MR. KENNEDY: Well, it's back to just the  
23 first part here. So what is Holley Navarre Water  
24 System's policy for two businesses and a water line, I  
25 guess, is the question.

1                   MR. DABNEY: Here's the dilemma. Here's  
2 the problem. That permit says East River Smoke House,  
3 Navarre Boardwalk and Marina.

4                   From the State, the grant, East River  
5 Smoke House, Navarre Boardwalk and Marina. The property  
6 is 8491. The Marina is on 8491.

7                   The Marina and -- Navarre Boardwalk and  
8 Marina is 8495. The Marina, see, what you don't even  
9 know, it's not Navarre Boardwalk and Marina. The lease  
10 is. It's a separate entity.

11                  There are three entities there. So if  
12 anything ever happens, I don't get sued.

13                  MR. KENNEDY: That's great. I mean,  
14 ultimately, again, what are our requirements to be --

15                  MR. DABNEY: You figure out what your  
16 requirements are because I am always at -- I am like that  
17 little golden child --

18                  MR. SNYDER: If it's a separate  
19 corporation, we require a separate meter.

20                  MR. GOULET: Was that a requirement back  
21 in 2015?

22                  MR. DABNEY: But at the end of the day --  
23 so at the end of the day, all of the paperwork that I  
24 have that was submitted to the County is not valid  
25 because you can't find it?

1 MR. WILLIAMSON: We didn't submit anything  
2 to the County.

3 MR. DABNEY: Oh, you did. You did,  
4 Mr. Williamson, and it's there.

5 MR. KENNEDY: I believe we are sticking on  
6 the fact that what are the requirements for two  
7 businesses. Is that correct, Cory?

8 MR. SNYDER: Yes. That's correct.

9 MR. KENNEDY: And our requirements are two  
10 businesses, two accounts.

11 MR. GOULET: And let the record state,  
12 Cory wasn't here in 2015 when this process started.

13 MR. DABNEY: So I have approval. I had  
14 approval to put that sewer into my lift station --

15 MR. KENNEDY: Okay. That's a different  
16 question --

17 MR. DABNEY: -- coming from East River  
18 Smoke House. It's not a different situation.

19 MR. KENNEDY: Right now, we are just  
20 talking about the water, so I would like to stay on just  
21 the water.

22 MR. DABNEY: Stay on the water.

23 MR. KENNEDY: All right. Do you have a  
24 question there?

25 MR. LYNCHARD: I have got -- I am kind of

1 like you. There's three different things going on here.  
2 To start with, there was a leak evidently in March is  
3 what it says in the documentation.

4 The email claimed that it was on a  
5 different piece of property. I looked it up on the  
6 Property Appraiser's website. Unless we have gone out  
7 there and done a survey and it shows it's not on it, it's  
8 on the same property as East River Smoke House.

9 There's three lots there. That is  
10 distinctly on the East River Smoke House lot. So we had  
11 a leak from the -- we had a leak from the fire  
12 suppression system is what I gathered.

13 MR. WILLIAMSON: We had a leak -- we had a  
14 leak on a line that was connected --

15 MR. LYNCHARD: A leak on a line that was  
16 connected to a fire suppression system.

17 MR. DABNEY: There is a flush valve. I  
18 think everybody knows in this room, you have to flush  
19 your hydrants. You have to flush everything. Am I  
20 right, Mr. Engineer?

21 MR. SNYDER: I have spoken to the Fire  
22 Marshal and he has never seen a line, a two-inch line  
23 tied off on a fire suppression line.

24 MR. DABNEY: He doesn't, what, now? I  
25 couldn't attach a six-inch line. Do you want me to

1 attach a six-inch line to flush it?

2 MR. SNYDER: Any fire suppression line  
3 that he has seen on private property has been six-inch or  
4 above. He has never seen a two-inch.

5 MR. DABNEY: Okay. So tell me why I was  
6 required to put that in in the very beginning?

7 MR. SNYDER: I am not aware of who  
8 required you to do that.

9 MR. KENNEDY: Did you --

10 MR. LYNCHARD: Oh, no. I am not even  
11 close to being done.

12 MR. DABNEY: I was required to put that in  
13 before the Marina could open.

14 MR. KENNEDY: So we will -- and we will  
15 get right back to that.

16 MR. DABNEY: So I guess the County must  
17 have just imagined that, also.

18 MR. LYNCHARD: Okay.

19 MR. KENNEDY: We will follow that up right  
20 there, Director Lynchard.

21 (SPEAKING OVER EACH OTHER.)

22 MR. LYNCHARD: You probably wrote that  
23 email earlier today specifically for me and I am the only  
24 one sitting here being quiet.

25 MR. KENNEDY: You are being nice.



1                   MR. DABNEY: Who made the phone call to  
2 the County asking about who or why I was doing illegal  
3 activity that you refer to that as public record and I  
4 have to look for myself?

5                   MR. WILLIAMSON: In my phone conversation,  
6 I did. And we have researched every document that the  
7 County has and every permit related to this, so --

8                   MR. KENNEDY: So we are still back on the  
9 original issue here.

10                  MR. LYNCHARD: Okay.

11                  MR. KENNEDY: But Director Lynchard has a  
12 thing.

13                  MR. LYNCHARD: Now that we have got it.  
14 We got a flush-out line. We have got a leak on a  
15 flush-out line. We have got a leak on this line. But  
16 that's been fixed; correct? Today, that's been fixed?

17                  MR. SNYDER: That's correct.

18                  MR. LYNCHARD: That's correct. And it's  
19 not leaking anymore. Then, Number 2 and 3 is the sewer  
20 and water.

21                  And here is my question about the sewer  
22 and the water. Okay. We have dealt -- in the past, we  
23 have dealt with this property a lot, so -- and anybody  
24 that has lived here for a long time knows that James  
25 bought the old Sam's, I think it was, and the gas station

1 and Capt'n Bubba's. And Capt'n Bubba's --

2 MR. DABNEY: And the seafood place.

3 MR. LYNCHARD: Yeah. And the seafood  
4 place.

5 MR. DABNEY: And the gift shop and the --

6 MR. LYNCHARD: Can we get here? Okay? So  
7 Capt'n Bubba's was a 300-seat restaurant, also had a  
8 bunch of other buildings in there. And if we are going  
9 with each one has to -- that's going to have a pretty  
10 substantial tap.

11 The gas station had a tap. The other  
12 restaurant had 150 seats. East River Smoke House  
13 currently has 330 seats, I believe it is. Just so going  
14 off of seats from restaurants that we have moved to that  
15 property, that's 450 versus 330, that's 120 seats.

16 MR. GOULET: That's without the gas  
17 station.

18 MR. LYNCHARD: That's without the gas  
19 station. That's without any additional taps associated  
20 with the rest of the units in Capt'n Bubba's building.

21 So for our engineers, how many ERUs is 120  
22 seats for a full service restaurant?

23 MR. SNYDER: I don't have the chart in  
24 front of me, but it's a lot.

25 MR. LYNCHARD: Would it be more than his

1 Marina?

2 MR. SNYDER: I don't know. But I am  
3 assuming it would be.

4 MR. LYNCHARD: Okay.

5 MR. SNYDER: Because that's a lot of ERUs.

6 MR. LYNCHARD: That's what I was getting  
7 at, so we have got now that he has probably got more  
8 capacity -- paid for capacity out there than what he is  
9 using currently. Correct?

10 MR. PHILLIPS: I don't know. But I know  
11 that you two are aware of some letter where all the taps  
12 were transferred to that property. In the course of  
13 looking at this, there is a letter that's already been  
14 addressed by the Board.

15 MR. LYNCHARD: Yeah. They have all  
16 been -- so they are all on that property.

17 MR. WILLIAMSON: All the neighboring  
18 properties, those ERUs and any previously paid tap fees  
19 associated with them were consolidated into East River  
20 130 total seat capacity.

21 MR. PHILLIPS: Correct.

22 MR. LYNCHARD: But he had 450 seats. So  
23 we just took them away?

24 MR. PHILLIPS: I wasn't here when that was  
25 done, Daryl.

1 MR. WILLIAMSON: That was a 2015 meeting.

2 MR. LYNCHARD: Okay.

3 MR. PHILLIPS: It was done at a Board  
4 meeting here -- that there was argument between the  
5 parties about what credit there was and it was settled at  
6 that meeting and done. It was settled.

7 MR. LYNCHARD: Was it settled for the  
8 restaurant? Or was it settled for everything, I wonder?

9 MR. WILLIAMSON: The surrounding property  
10 doesn't have any tap fees because all the tap fees --

11 MR. PHILLIPS: Transferred to this one --

12 MR. WILLIAMSON: -- to any adjacent  
13 properties were transferred to East River Smoke House  
14 property so they would not have to pay any additional  
15 impact fees.

16 MR. LYNCHARD: Okay. But if we had 450  
17 seats that we know of, and we know we had at least -- if  
18 the gas station property was transferred over there, we  
19 know we had at least one more tap that went over there.

20 And I am sure I can go to the County and  
21 get plans for Capt'n Bubba's, but I am sure we have them  
22 here at the office, too, to see how many other taps were  
23 there at that property.

24 What I am looking at is if you make him go  
25 and put in a separate tap, chances are he is not going to

1 owe any additional tap fees. You are just going to have  
2 a different meter there. Correct? I mean, does that  
3 make sense?

4 MR. WILLIAMSON: If you wanted to allow  
5 that connection to the sewer to begin with.

6 MR. LYNCHARD: Well, that's a different --  
7 that's a different question, but --

8 MR. WILLIAMSON: If you are saying that is  
9 not a different address, you know what --

10 MR. LYNCHARD: Well, I am saying we can --

11 MR. WILLIAMSON: Navarre Boardwalk and  
12 Marina is, I believe, 8491. And East River Smoke House  
13 is whatever it is, the one next door, 8495 or whatever it  
14 is -- it's two distinct addresses.

15 MR. LYNCHARD: Could Torin pull it up on  
16 the County Property Appraiser's website and put it up on  
17 the screens?

18 MR. KENNEDY: Well, you know, ultimately,  
19 what is it we are trying to solve here?

20 MR. DABNEY: That's all I want to know,  
21 too.

22 MR. KENNEDY: Yeah. Exactly.

23 MR. LYNCHARD: That's what I am trying to  
24 figure out, too.

25 MR. KENNEDY: Yeah. So, I mean, because

1 you are trying to -- you are trying to figure out pricing  
2 for taps and everything and all of that, that would be  
3 something that staff has.

4 Right now, I think the first agenda item  
5 is the fact that, you know, for whatever reason, you have  
6 two businesses running on one account. I believe Holley  
7 Navarre Water System, our policy is you have to have two  
8 accounts.

9 MR. GOULET: Our current policy.

10 MR. KENNEDY: Our current policy? Yes.

11 MR. GOULET: This was started in 2015  
12 before Cory was here.

13 MR. DABNEY: And that was the -- the taps  
14 were transferred there --

15 (EVERYONE TALKING OVER EACH OTHER.)

16 MR. GOULET: So what I am saying is there  
17 is a timeline here everybody is just forgetting about.  
18 Cory was not here prior to 2015 when this all started.

19 And then, I still had a question on  
20 Walmart. If McDonalds and the beauty salon at Walmart  
21 have one meter, is there one meter at Walmart? Or is  
22 there three meters? That's what I want to know.

23 MR. KENNEDY: All right. So right now,  
24 that's going to be the question that the Board can  
25 discuss. But I wanted to hear it from you as well, you

1 know, that thing.

2                   The second issue is on the connection as  
3 far as to the sewer connection for the commercial  
4 business. So if I understand it correctly, you are --  
5 the boat owners are able to siphon their stuff up and it  
6 goes through a lift station into our system.

7                   MR. DABNEY: It's not a lift station.

8                   MR. KENNEDY: Or into our system  
9 through --

10                  MR. DABNEY: It goes through a very  
11 sophisticated \$30,000 system that if it detects oil or  
12 any impurities, it automatically shuts it off.

13                  MR. KENNEDY: Yeah.

14                  MR. DABNEY: And the pump-out system  
15 cannot be used by the individual boat owners. It has to  
16 be done by authorized personnel.

17                  MR. KENNEDY: Okay. Great. Now, on  
18 that --

19                  MR. LANIER: Question --

20                  MR. KENNEDY: Yes, sir. Go ahead.

21                  MR. LANIER: If I bring up my sailboat and  
22 park it at your Marina and pay whatever fees are  
23 required --

24                  MR. DABNEY: It's part of the clean green  
25 Marina. So there is no fees. State.

1 MR. LANIER: So you don't charge for  
2 pump-outs?

3 MR. DABNEY: Sure do.

4 MR. LANIER: How is that sewage that goes  
5 into the system accounted for and paid for --

6 MR. DABNEY: There's a meter down there.  
7 A meter on top.

8 MR. LANIER: Your sewage is billed by the  
9 water usage?

10 MR. DABNEY: Correct.

11 MR. LANIER: And if that boat doesn't have  
12 water usage, it's just dumping its bilge or the tank --

13 MR. DABNEY: You actually come out better,  
14 because 95 percent of the boats down there don't have  
15 facilities on their boats for pump-outs but yet they use  
16 our water on their boat.

17 MR. LANIER: But I am saying there is a  
18 situation that exists where they can put sewage into the  
19 system without receiving water and therefore not being  
20 billed. You wouldn't be billed for that. Is that --

21 MR. KENNEDY: Well, even to go a little  
22 further than that -- staff, do we have any scenario where  
23 we just take the sewage --

24 MR. DABNEY: After the bill --

25 MR. SNYDER: I am not aware of it at all.



1 MR. KENNEDY: So all of our customers  
2 right now --

3 MR. SNYDER: We have recently denied a  
4 sewer connection to a boat and RV storage for the exact  
5 same reason. It's an uncontrollable source of sewer. We  
6 don't know what kind of contaminants are getting into it.  
7 We can't necessarily charge for it. The sewer at the  
8 point it reaches our system has turned to septic and we  
9 don't allow septic tanks to dump into our sewer.

10 MR. KENNEDY: Okay.

11 MR. SNYDER: Our plant can't handle it.  
12 Chris will --

13 MR. LEGG: No --

14 MR. KENNEDY: And we will definitely get  
15 to that point as well. I do have a question, though.  
16 Now, the question becomes on this specific one, where did  
17 Holley Navarre Water System approve this?

18 MR. DABNEY: It's in the paperwork that  
19 got sent to the County, which gets me a County permit to  
20 allow.

21 MR. GOULET: You can't get a permit to  
22 build unless you get approval from the Water System.

23 MR. PHILLIPS: We -- I am going to speak  
24 for Cory and Rob here. That doesn't exist as far as any  
25 of us have been able to find. Not that it doesn't exist.

1 But the County doesn't have it and the County hadn't  
2 provided us any --

3 MR. DABNEY: DEP approved our paperwork.  
4 The Federal Government gives me a grant. Without  
5 permission from you guys? Really?

6 MR. PHILLIPS: It certainly appears that  
7 way.

8 MR. MILLER: I don't see Holley Navarre  
9 Water System in either of the documents that you  
10 provided. It doesn't mention Holley Navarre Water  
11 System. It says you have the right to install it.

12 MR. DABNEY: Go to the SAJ number and you  
13 will find it.

14 MR. MILLER: Where is it?

15 MR. DABNEY: It's an SAJ number.

16 MR. MILLER: In this document?

17 MR. DABNEY: Yeah. They have a line item  
18 thing that you have to do.

19 MR. PHILLIPS: Again, I am going to speak  
20 for Cory and Rob here. But there is 128 pages in the  
21 dump that we got from the land lease. And I looked at it  
22 today myself. And I can find nothing that says Holley  
23 Navarre approved any of it. I can't even find where  
24 Holley Navarre approved the plans, so --

25 MR. KENNEDY: Right. Because we should

1 actually have those plans.

2 MR. PHILLIPS: You guys would have  
3 submitted plans --

4 MR. KENNEDY: You should have submitted  
5 plans to us, correct, that we would approve that very  
6 connection to our lift station.

7 MR. DABNEY: They were submitted. Did you  
8 think I would build a \$2 million dollar Marina without  
9 permission from the Water System? Without permission?

10 MR. KENNEDY: And that is exactly what --

11 MR. DABNEY: Go to the County and get it.

12 MR. KENNEDY: No, sir. You would get it  
13 from us. It would be a Holley Navarre Water --

14 MR. DABNEY: It was submitted to the  
15 County.

16 MR. GOULET: Who was on the engineering  
17 staff at the time? Was that Buck?

18 MR. PHILLIPS: It was Buck.

19 MR. DABNEY: Call Buck.

20 MR. GOULET: I mean, there are some key  
21 people --

22 MR. KENNEDY: Sir, you call Buck and you  
23 provide the document that gives you approval to be able  
24 to connect to the system.

25 MR. GOULET: Isn't the burden on us to

1 prove --

2 MR. DABNEY: There you go.

3 MR. GOULET: -- what we don't have? The  
4 County evidently -- there is paperwork from the State and  
5 the Federal Government over there for it.

6 MR. MILLER: But it doesn't mention Holley  
7 Navarre Water System. I mean --

8 (EVERYONE SPEAKING OVER EACH OTHER.)

9 MR. MILLER: And Holley Navarre Water's  
10 position is we don't have copies of any applications to  
11 provide service to that business. So we are asking the  
12 owner of the business to provide that to us. Show us  
13 where we approved that.

14 MS. HARPER: Think of it like this. I --  
15 you own an auto shop. And I allege that you didn't  
16 properly -- or that you did something with my car. I  
17 would have to prove that you -- it's not -- the onus is  
18 not on you to prove you didn't or did do something. The  
19 onus would be on me to prove what I am alleging. Right?

20 So he needs to show that, you know. So  
21 what he is trying to do is for us to prove that we have  
22 it. He is alleging that he got the permit or that he got  
23 the contractor that he came and got it from us.

24 MR. DABNEY: I am alleging nothing.

25 MS. HARPER: So if he had that, then he

1 would have that paperwork. So it's like saying, "Okay.  
2 Well, I have got -- I got your grandfather's permission  
3 to use your land."

4 And you say, "Well, prove it to me."

5 "No. You need to prove it to me. You  
6 show me the paperwork."

7 So that's the kind of thing. So I  
8 understand the point, but they have been through all of  
9 the paperwork and there isn't any. So I understand that  
10 the point that you are trying to make, but if he can show  
11 that he has got the permits here, and he has got the  
12 County's permits, why would he then not have Holley  
13 Navarre Water System's permit? So, to me, it doesn't  
14 make sense --

15 MR. DABNEY: I wasn't properly told about  
16 this meeting.

17 MS. HARPER: But he has everything else --  
18 (EVERYONE SPEAKING OVER EACH OTHER.)

19 MS. HARPER: -- but he has everything else  
20 but this --

21 MR. LANIER: She can't understand a word  
22 when three people are talking, so --

23 MS. HARPER: Okay. I used the wrong  
24 word -- that he doesn't have the approval -- that he has  
25 everything else but the approval. To me, that's not --

1 that doesn't make sense. But he can show that he has  
2 everything else but this.

3 MR. KENNEDY: Mr. Kilpatrick?

4 MR. KILPATRICK: Yes, sir?

5 MR. KENNEDY: Now, onto the burden, so --

6 MR. DABNEY: Did anybody see that plumbing  
7 permit that is up there floating around somewhere, a  
8 plumbing permit that I --

9 MR. WILLIAMSON: One from October of this  
10 year -- I mean, from August of this year?

11 MR. DABNEY: Yes. That's a plumbing  
12 permit. That's a finalization. Before your stop off  
13 starts -- before all your stuff started --

14 MR. MILLER: Have all of the permits from  
15 the County been finalled? I mean, all of the permits  
16 from the County have been finalled?

17 MR. DABNEY: As far as I know, we have.  
18 We are an open business. We have got a CO. You don't  
19 get a CO unless you can be finalled out.

20 MR. MILLER: There is a lot of unfinalized  
21 permits out there. I am just asking if they have all  
22 been -- if all of the permits for the Marina have been --

23 MR. DABNEY: Ask for (mumbled). He is on  
24 a first name basis.

25 MR. MILLER: If they have been finalled,

1 then the County should have a record of all of the  
2 approvals that are part of that permit. But according to  
3 staff, they have not been able to find any -- any  
4 approvals from the County given by Holley Navarre Water  
5 System to connect to our services.

6 MR. KENNEDY: So that's where we are  
7 coming from, sir, is the fact that you are -- what we are  
8 seeing is your connections. We are trying to correlate  
9 where are the approvals, because the first issue we  
10 talked about, the water, we require two accounts.

11 MR. DABNEY: Let's just cut to the chase.  
12 What do you want from me? Do you want to apply for  
13 something? Is that what you want? Because I will agree  
14 to whatever you want to do tonight, but when I go to talk  
15 to my attorney tomorrow, we are going to agree on  
16 different things.

17 MR. KENNEDY: That's fine. We are very  
18 happy to deal with that issue as well.

19 I guess the final question here, though --

20 MS. HARPER: May I ask -- Mr. Dabney, may  
21 I ask you a question? So you knew about this in March,  
22 right, because they came out and they talked to you.

23 MR. DABNEY: And they fixed the leak and  
24 it was still leaking.

25 MS. HARPER: Yes.

1 MR. DABNEY: Hey, during that entire time  
2 that you guys were out there monitoring my system, did  
3 anyone of you bring your ass to me and say, "You still  
4 got a leak. You need to fix it."

5 Tell me, Mr. Williamson, did that happen?

6 MS. HARPER: Mr. Dabney --

7 MR. DABNEY: I asked a question.

8 MS. HARPER: I am asking you a question.

9 MR. DABNEY: I asked you a question.

10 MS. HARPER: I was made aware of this a  
11 couple of weeks ago.

12 MR. DABNEY: Did somebody come down to my  
13 restaurant and say, "Mr. Dabney, you still have a leak on  
14 this line. You need to get it fixed."

15 MS. HARPER: Mr. Dabney, don't yell. Now,  
16 when --

17 MR. DABNEY: I am about done talking.  
18 Y'all can figure it out.

19 MS. HARPER: That's fine.

20 MR. LARSON: I don't have a problem with  
21 him yelling. He is the customer. Is this how you treat  
22 a customer?

23 MS. HARPER: So, Mr. Dabney, when you  
24 received the certified letter, did you -- did you --

25 MR. GOULET: He never received a certified



1 letter. Do you understand that?

2 MR. MILLER: In September.

3 MR. DABNEY: One in September was signed  
4 by my --

5 MR. GOULET: Who signed that, by the way?  
6 Whose signature was on that?

7 MS. HARPER: It states that it was  
8 received -- that it was received -- the certified letter.

9 MR. DABNEY: But who signed it?

10 MR. WILLIAMSON: We decided it to send  
11 that from the System Engineer --

12 MR. DABNEY: All I know is it is a female  
13 who was an assistant --

14 MR. WILLIAMSON: Who signed it for, James?  
15 (EVERYONE SPEAKING OVER EACH OTHER.)

16 MR. KENNEDY: Hey, you know what, I mean,  
17 you know, what we have -- sir, I think you have been --  
18 you were aware of the situation three or four months ago.

19 MR. GOULET: I wasn't until three weeks  
20 ago.

21 MR. KENNEDY: And you know what -- and  
22 correct me if I am wrong, Mr. Williamson -- one second --

23 MS. HARPER: Who is authorized to sign on  
24 your behalf for a certified letter?

25 MR. DABNEY: At my restaurant? Certified?

1 Nobody.

2 MS. HARPER: So who then signed for it?

3 MR. DABNEY: I have no idea -- brought it  
4 to a 16-year-old girl and said, "Sign this." Do you  
5 think she is going to sign it?

6 MS. HARPER: But it would have been the --

7 MR. DABNEY: If you brought it into the  
8 hostess station where it come to --

9 MS. HARPER: Well, I wouldn't have done  
10 it. It would have been the USPS.

11 MR. DABNEY: If the USPS brought it into  
12 the hostess station and says, "We have a letter for your  
13 owner. Can you sign for it?"

14 MS. HARPER: Would she have said, "Yes"?  
15 I don't know.

16 (EVERYONE SPEAKING OVER EACH OTHER.)

17 MS. HARPER: Would she have said, "Yes."  
18 She can sign for it?

19 MR. DABNEY: Yvonne, I get what you are  
20 doing. I already know how this little system thing  
21 works.

22 MS. HARPER: No. I mean, I don't know.

23 MR. DABNEY: I am good with all of this.

24 MS. HARPER: I don't know --

25 MR. DABNEY: Just tell me what you want me

1 to do. I will agree to whatever you tell me tonight.

2 MS. HARPER: What I am leaning toward, I  
3 mean, I am going to abstain from any action, but what I  
4 am leaning toward is to table this, because we have got  
5 more information now. I wish it would have been  
6 forthcoming sooner, but there is more information now.

7 MR. KENNEDY: I don't think so. I mean --

8 MS. HARPER: I mean, well, with these  
9 permits that provide --

10 MR. KENNEDY: And, again, sir, all we are  
11 trying to do is from what we have been given, the three  
12 issues in question are the water to two separate entities  
13 on one account. That's one issue.

14 The second is the fact that we have septic  
15 going into our system through your sewer -- you are  
16 connected to our sewer --

17 MR. DABNEY: And I am going to ask you one  
18 question --

19 MR. KENNEDY: Hold on one second.

20 And the third issue, sir, is the  
21 connection to the fire --

22 MR. DABNEY: The illegal connection to the  
23 six-inch main that you guys have been bringing up that I  
24 am illegally connected to a six-inch main.

25 MR. KENNEDY: Yes, sir.

1                   MR. DABNEY: So you are going to sit here  
2 and tell me that I put a fire system in without approval?  
3 Because this is what you are saying -- that you did  
4 not -- nowhere in this system did you ever see paperwork  
5 for that fire line, the sewer, the water?

6                   Nothing. Nowhere in the system. Right?  
7 Is that what you are saying? I am asking a question.

8                   MR. KENNEDY: That's correct.

9                   MR. DABNEY: Well, that's a good answer  
10 you just gave there, sir, because your Lead Inspector  
11 brought his ass down to my location and picked up the  
12 puck and took it back to this office.

13                   My discussion is over with here --

14                   MR. KENNEDY: And when we are done --

15                   MR. DABNEY: I am done talking with you,  
16 sir.

17                   MR. KENNEDY: I would be interested in the  
18 paperwork.

19                   MR. DABNEY: Talk to your man right there.

20                   MR. KENNEDY: Actually, my man says the  
21 burden is on you, sir.

22                   MR. DABNEY: Is that because he is running  
23 for the Board?

24                   MR. KENNEDY: Absolutely not.

25                   MR. DABNEY: It sure looks that way.

1 MR. MILLER: This started in March.

2 MR. KENNEDY: It started in March, sir.

3 (EVERYONE SPEAKING OVER EACH OTHER.)

4 MR. GOULET: This is a blatantly obvious  
5 self-projected accusation made upon others. I'm sorry.  
6 This is just --

7 MS. HARPER: Will, there you go again.

8 MR. GOULET: There I go again, telling the  
9 truth.

10 MS. HARPER: No. There you again, Will.  
11 But thank you, James.

12 MR. KENNEDY: Thank you, sir.

13 MR. GOULET: Telling the truth.

14 MR. KENNEDY: All right. We also allow --  
15 is there any comment from anyone, if the previous other  
16 members would like to comment?

17 (NO AUDIBLE RESPONSE.)

18 MR. KENNEDY: All right. So now, we are  
19 on to discussion of the Board there.

20 All right. So --

21 MR. LANIER: Carmen wants to say  
22 something.

23 MR. KENNEDY: Yes, ma'am? Name, address,  
24 five minutes.

25 MS. REYNOLDS: It will be five seconds.

1 Carmen Reynolds, 9621 Sunnybrook Drive. I am just  
2 observing this. And I am wondering why this wasn't  
3 brought to fruition prior to this upcoming election. It  
4 just looks a little -- it's the appearance of impropriety  
5 here where two -- the Water System and the customer  
6 should have been able to reach some type of an agreement  
7 before this. So I am just giving you some feedback here.

8 MR. KENNEDY: No. That's okay. Actually,  
9 it's a great question. Mr. Williamson, can you kind  
10 of --

11 MR. WILLIAMSON: Our Operations Manager  
12 talked to Mr. Dabney in March. But as it relates to the  
13 unauthorized connection or expansion of use at the Smoke  
14 House, one of the other, neither one of those are allowed  
15 per the Board-approved policies and guidelines.

16 You either have two entities operating out  
17 of the same area or you have an existing entity that  
18 expanded their use. That was never brought to this  
19 Board. It was never brought to this staff to approve.

20 There was never an application submitted  
21 that we can find. The fact that the County approved  
22 plans for a Marina, the fact that the County approved  
23 plans in December that showed that that Marina is going  
24 to connect to our water and connect to our sewer doesn't  
25 mean that that was ever submitted or approved by this

1 Board or by this staff.

2                   There's -- as Phil said -- and correct me  
3 if I'm wrong, Phil, that you can get a permit from the  
4 County without having submitted anything or any waive of  
5 approval. The County doesn't need approval from Holley  
6 Navarre Water System to approve their permit.

7                   And the only letter that we have from the  
8 County that -- we have read everything they had -- was a  
9 letter from the engineer that says that water and sewer  
10 are available to that site, that they are available, and  
11 it ends by saying that water sewer capacity is not  
12 reserved nor guaranteed until all plans have been  
13 reviewed and tap fees received by Holley Navarre Water  
14 System.

15                   So if there is an existing use of the  
16 Smoke House and all of the tap fees have been  
17 consolidated in that property and you expand that use,  
18 that should, at least, have to come back to this Board  
19 for a determination on if there is going to be additional  
20 tap fees owed.

21                   If it is a separate address, a separate  
22 LLC, a separate business with a separate use, then every  
23 other business that expands their operations, they come  
24 and they do things the right way. If you want to dismiss  
25 and not take action on the water, then you have the

1 sewer.

2                   This staff has not approved -- do we have  
3 any documentation whatsoever that an application was even  
4 submitted -- but we don't have any approval that he was  
5 allowed to discharge that sewage into our sewer system,  
6 although it shows in the County-approved plans that he  
7 has mentioned that he is connected directly to our  
8 20-inch force main out at Highway 98 and he is connected  
9 through a metered connection for water out at Highway 98.

10                   Neither one of those connections exist.  
11 So the plans that were approved by the County are not the  
12 way that it was installed at that property. They are not  
13 consistent. I don't know if the County cares about that  
14 or not, but it certainly shows that if there was any  
15 plans submitted here, they are not consistent with what  
16 the County approved.

17                   But, ultimately, as -- and I don't know if  
18 you want to ask Keith this or not -- I believe the burden  
19 is upon the applicant in a situation like this. If you  
20 have the documentation, just provide it.

21                   And this was asked in August the first  
22 time, and then, September. And I don't believe  
23 Mr. Dabney turned in his application to serve or run for  
24 the Board for more than a month after that. This  
25 predated anything to do with the election.



1                   Through an abundance of caution, because  
2 of the antics that we have seen tonight, we wanted to  
3 make sure that we had all of our facts straight and our  
4 ducks in a row before we brought it to this Board. We  
5 don't believe that what we have here is consistent with  
6 Board-approved policies. And staff has treated this  
7 owner and applicant the same as we would anybody else.

8                   And at this point, we brought it to the  
9 Board. And if the Board needs to make a decision on what  
10 we are going to do with the water use that we don't have  
11 an account for and for the sewage that we have going into  
12 our system that we don't have an example of anyone else  
13 in our franchise area that we approved this type of use.

14                  MR. DABNEY: Because they only call the  
15 one they are in --

16                  MS. HARPER: May I -- may I jump in --

17                  MR. DABNEY: I have 40 years in Santa Rosa  
18 County. 40 years.

19                  MS. HARPER: May I say something, please?

20                  MR. KENNEDY: Yes. Ms. Harper?

21                  MS. HARPER: I am going to get a little  
22 personal here, so I request a little bit of grace and  
23 indulgence. And I -- this may end up resulting in me not  
24 getting elected. And be that as it may --

25                  MR. KENNEDY: I am just going to remind

1 you of your email.

2 MS. HARPER: This past week has been  
3 probably one of the hardest weeks of my life personally.  
4 And I am sitting here and I am thinking, "This has got to  
5 be the dumbest thing on the planet." Because this has  
6 been gone on since March.

7 And at any time -- and I really do like  
8 you, James. I really do. You called me last year. You  
9 are the only person who called me. The only person.

10 And I think at any time since March, you  
11 could have resolved this at any time.

12 MR. DABNEY: I was unaware it was still  
13 leaking.

14 MS. HARPER: This has nothing to do with  
15 the election. Absolutely nothing.

16 MR. DABNEY: I was unaware it is still  
17 leaking until --

18 MS. HARPER: And I knew coming into this  
19 meeting how this was going to look. And it is so  
20 frustrating to hear a fellow Board member imply, infer,  
21 no, just outright state that the only reason we are  
22 dealing with this is because of an election.

23 Because that's not who I am. And I wish  
24 that I did not have to even discuss this because I really  
25 do like you.

1                   MR. DABNEY: Bottom line is tell me what  
2 needs to be done.

3                   MS. HARPER: And, maybe -- I am sure there  
4 is room for improvement with everybody. With you, with  
5 the staff. But this -- there are so many bigger issues  
6 that we have to deal with.

7                   And this could be resolved. I think if  
8 you sat down with our staff tomorrow, I think --

9                   MR. DABNEY: (inaudible) -- I don't want  
10 to talk to a soul in this place.

11                  MS. HARPER: I think it could be resolved  
12 in about 30 minutes. I know that there is personal  
13 conflicts and personal dislikes. I understand that. But  
14 in the past nine, ten months, however long it's been, who  
15 would have thought that 12 months ago, I would have come  
16 to have a respect for Rob Williamson.

17                  I don't know if it is reciprocated. I  
18 don't care. But who would have thought?

19                  MR. WILLIAMSON: Yes, it is.

20                  MS. HARPER: And you know that, James.  
21 You know. And it just seems to me that there is a lot of  
22 personal attacks because people just don't like each  
23 other. And it just seems like it is a colossal -- huge  
24 waste of time.

25                  And people just don't really let the truth

1 get in the way of a good tale. And they, they turn  
2 around and they wonder why good people don't do anything.  
3 Well, the minute they step out, they just get attacked.

4 And they are not attacked based on their  
5 ideas. They are attacked based on their person, based  
6 on, I don't know, they just start calling names and  
7 start -- oh, then, and they just lie -- flat out lie.  
8 Lie.

9 So I am not voting on this issue, but it  
10 just seems to me that if it has been going on since  
11 March, it could have been resolved before now.

12 MR. DABNEY: What issue are you not voting  
13 on?

14 MS. HARPER: Because what we are looking  
15 at here, you know, the payment, you know that there has  
16 been water and sewer use that needs to be paid and the  
17 other issues, it could be resolved.

18 MR. DABNEY: There is no water issue that  
19 hasn't been rung up, Yvonne. If it is running through  
20 the Smoke House, it is running through my meter.

21 MS. HARPER: There is a cost here and they  
22 will discuss it.

23 MR. DABNEY: I mean, this sounds like this  
24 has been -- you guys have got this thing planned from Day  
25 One.

1 MS. HARPER: But it seems to me that --

2 MR. DABNEY: I mean, at the bottom of  
3 the -- at the end of the day, did anybody from March come  
4 and tell me that that meter was running and it still had  
5 a leak? Or was still being used?

6 I am asking the question. And I can't  
7 hear no ears.

8 MR. MILLER: From the timeline -- from the  
9 timeline, it says that you were sent warning letters in  
10 August and in September through regular mail and through  
11 certified mail.

12 MR. DABNEY: Warning letters stating that  
13 I needed to comply with -- nothing about the water is  
14 still being used.

15 MR. MILLER: "Find where the leak is on  
16 the six-inch fire line for 8491 Navarre Parkway, expose  
17 the piping under the direct supervision of the Holley  
18 Navarre Water System Inspector and allow the Holley  
19 Navarre Water System Inspector and Water Operations  
20 Manager to visually see the exposed piping in question,  
21 hire a licensed contractor, plumber, to repair the leak."

22 MR. DABNEY: I did that. So where is the  
23 problem?

24 MR. MILLER: I am saying there is a list  
25 of five things.

1 MR. DABNEY: But I asked you a question --  
2 Mr. Mark --

3 MR. MILLER: And those -- there was no  
4 answer.

5 MR. DABNEY: It was done. Am I going to  
6 jump if someone tells me to go do it? No. I don't do  
7 that. You are talking to the wrong person.

8 MR. MILLER: Well, when there is an issue  
9 with service at your address, see, there is my problem  
10 with it. Any commercial business that goes under any  
11 expansion is required to submit plans to the Water System  
12 for that expansion so that they can be reviewed and  
13 approved. And we have no record of that expansion being  
14 applied for.

15 Our staff doesn't have it. It's not part  
16 of the County permits as far as -- that there is just no  
17 record of that.

18 MR. DABNEY: Well, does the County issue  
19 plumbing permits without approval? Does the County issue  
20 permits without approval from you? Yes or no?

21 MR. MILLER: I believe they do.

22 MR. DABNEY: For plumbing?

23 MR. MILLER: I believe they do.

24 MR. WILLIAMSON: Phil?

25 MR. PHILLIPS: According to Sean, the

1 conversation he was having with Rob today, he said,  
2 "Yeah."

3 MR. MILLER: I can't find a closed --

4 MR. DABNEY: It happened. It happened.

5 MS. REYNOLDS: No need to yell.

6 MR. MILLER: I can't find a closed  
7 plumbing permit on mine. I looked for one. I can't find  
8 a closed plumbing permit. I found a closed electrical  
9 permit, but not a closed plumbing permit.

10 I don't see a final project permit. They  
11 are showing active on the County website. So I am asking  
12 for where are those final approved permits? And where is  
13 our documentation that Holley Navarre Water System  
14 received plans from you, and, you know, approved your  
15 additional connection to our services? That is required  
16 of any commercial business.

17 MR. DABNEY: Maybe they keep records like  
18 you guys do.

19 MR. WILLIAMSON: Maybe they weren't  
20 submitted.

21 MR. DABNEY: Maybe they keep records like  
22 you do.

23 MR. MILLER: They do have a staff  
24 recommendation.

25 MR. KENNEDY: Yeah. We are going to get

1 each one of these.

2 MR. MILLER: There is a staff  
3 recommendation. We can get to -- where do we go from  
4 here? That's what I would like to get to.

5 MR. KENNEDY: I think we are getting  
6 there. I do kind of want to point out again, because Ms.  
7 Reynolds kind of hit on a very important point.

8 This is not -- this Board has no desire to  
9 single out any member for anything. The way that I see  
10 this is we had engineers go out. They found a leak.  
11 They are asking the question: Why was the leak even on  
12 this line to begin with?

13 They started doing more research into this  
14 information, which brings us to these three items that we  
15 talked about today. This started in March. This had  
16 nothing to do with -- as Mr. Williamson said, this  
17 started in March. And then, as of August, we did a  
18 certified letter.

19 They have turned everything they can to do  
20 better communication with Mr. Dabney --

21 MR. DABNEY: At the end of the day, you  
22 are sitting here telling me all of this. I was not  
23 properly notified of this meeting. I came on my own  
24 accord. So at the end of the day, everything you are  
25 discussing is really null and void. You can ask your



1 attorney that.

2 You can ask him. He is right over there.

3 MR. KENNEDY: Is this a true statement?

4 MR. KILPATRICK: There is no requirement  
5 established in the bylaws or anything like that as far as  
6 any formal notice. My understanding is we were here for  
7 discussion over these three issues. I mean --

8 MR. KENNEDY: So nothing null and void,  
9 sir. We are just following down these three areas.

10 MR. LYNCHARD: I want to --

11 MR. KENNEDY: Director Lynchard?

12 MR. LYNCHARD: Yes. Thank you. Okay. We  
13 told him to get with -- you just told him to get with  
14 the -- it was his responsibility to get with the engineer  
15 that used to work here that we fired.

16 Do we have his contact information so we  
17 can give it to James to see if he can find out what our  
18 old engineer did for him back then?

19 MR. WILLIAMSON: That's not what anybody  
20 said here, Director Lynchard.

21 MR. LYNCHARD: Oh yeah, it is. Yes.  
22 Whenever he was -- maybe we should roll back the thing,  
23 because you told him it was his responsibility to get  
24 with it -- or Mike did.

25 Well, the engineer he would have dealt

1 with here was terminated by Holley Navarre Water System.  
2 So we need give him that contact information if we have  
3 got it. The other thing, we have got this leak, and I  
4 get it, but we are mixing these two things up. And I  
5 think we have got the timeline messed up here on the  
6 Board.

7 We are assuming that the whole issue  
8 started in March, when in reality, it was November 25th  
9 that was the first time they spoke about the sewer and  
10 water tap running through East River Smoke House.

11 MR. WILLIAMSON: After we had no response  
12 or partial response from the owner in March. And what  
13 nobody has mentioned before now --

14 MR. LYNCHARD: Can I finish?

15 MR. WILLIAMSON: Sure.

16 MR. LYNCHARD: Okay. In your timeline, it  
17 said -- it says that -- on November 25th is -- was when  
18 we discovered that the water and sewer were going through  
19 the East River Smoke House.

20 MR. WILLIAMSON: Because that was the  
21 first time we had an opportunity to speak to him because  
22 he had not responded to the request we made in the letter  
23 which is, provide us plans that demonstrate how you are  
24 receiving water and how are disposing of sewer and where  
25 those approvals came from Holley Navarre Water System.

1                   So we got no response. So it wasn't  
2 until -- and we have plans from the County that show he  
3 is receiving water from us at a direct metered connection  
4 at 98 and he is disposing of sewer through a direct  
5 connection at a tap at 98.

6                   But when he told us that he was getting  
7 his water through East River and he was dumping his sewer  
8 in the lift station for East River, that was the first  
9 time we had heard from the owner that the plans that the  
10 County has approved are not what is actually happening  
11 out there.

12                   MR. LYNCHARD: Okay. But that was  
13 November 25th? Or that was some other time?

14                   MR. WILLIAMSON: That was in a phone  
15 conversation on November 25th. Yes.

16                   MR. LYNCHARD: Okay. So November 25th.  
17 So everybody up here understands that this started in  
18 March was the leak and November 25th is whenever we start  
19 talking about the water and sewer tap. So that's what I  
20 was trying to say.

21                   MR. KENNEDY: Okay.

22                   MR. GOULET: Mike, I have one question.

23                   MR. KENNEDY: Sure.

24                   MR. GOULET: Barbara, does Walmart have  
25 one water and sewer tap? Or do they have three?

1 MS. CARAWAN: They have one right now.

2 MR. GOULET: They have one?

3 MS. CARAWAN: That I am aware of. I would  
4 have to --

5 MR. GOULET: So Walmart has one water and  
6 sewer tap, so the beauty salon and McDonalds all run  
7 through one?

8 MS. CARAWAN: I believe so.

9 MR. GOULET: Okay. I just want to make  
10 sure that we got that put on the record so that we  
11 understand that. So everybody understands that on the  
12 Board -- Walmart has one water and sewer tap for three  
13 businesses.

14 MR. WILLIAMSON: And when they --

15 MR. GOULET: And that's against company  
16 policy according to what the engineer just said.

17 MR. WILLIAMSON: They submitted their  
18 initial --

19 MR. PHILLIPS: That's not correct.

20 MR. GOULET: That's not correct?

21 MR. PHILLIPS: No. Because Walmart leases  
22 that space to those entities and they pay that bill, that  
23 is one account. That's one allowable account. It is one  
24 piece of property. It is one lease holder, one  
25 corporation. The other people lease.

1                   If you lease -- if it is your shop, you  
2 decide you want to lease one of your bays to someone  
3 else, we would not make them get another account. They  
4 would operate under your account because you lease that  
5 space through them.

6                   MR. GOULET: Do you know if Mr. Dabney  
7 leases property to the Marina?

8                   MR. PHILLIPS: All we know is that there's  
9 two pieces of property, two separate corporations. We  
10 know that the lease is issued -- and correct me I am  
11 wrong -- the lease is issued to both corporations. But  
12 that's all we know.

13                  MR. GOULET: But the Marina sits on the  
14 same property as East River Smoke House. Do we agree on  
15 that?

16                  MR. PHILLIPS: Absolutely. Yes.

17                  MR. WILLIAMSON: Yeah.

18                  MR. GOULET: It can be said that the  
19 Marina at that said address could be leasing that  
20 property from East River Smoke House?

21                  MR. WILLIAMSON: Sure. They could be.  
22 They would still need to submit an application for that  
23 expanded use. The East River Smoke House predated the  
24 Marina. Certainly, you are saying if they added use that  
25 we wouldn't need to --

1                   MR. GOULET: Do we have -- do we have  
2 paperwork for McDonalds and the beauty salon at Walmart  
3 for extended use, then? Do we have those applications?

4                   MR. PHILLIPS: No. We -- oh, yeah. It  
5 was part of the original application. The space is  
6 identified in the plans as leased space.

7                   MR. GOULET: And as the beauty salon --  
8 the nail salon that is in there now that is expanded and  
9 uses water, is there an application for theirs, too?

10                  MR. PHILLIPS: Because they are part of  
11 the original Walmart construction. They approved as part  
12 of that construction. Quite frankly, if we do our job  
13 and say the nail salon in the Walmart switched to a  
14 Hardees or something else --

15                  MR. GOULET: There used to be a bank in  
16 there and then they brought the nail salon in later.

17                  MR. PHILLIPS: Yeah. That would be a  
18 concern of ours. They should notify of the change in  
19 use.

20                  MR. GOULET: But did they?

21                  MR. PHILLIPS: I have no -- I don't know,  
22 Will. I don't know.

23                  MR. GOULET: But what I am trying to say  
24 is --

25                  MR. DABNEY: They are not running it

1 through the Board.

2 (EVERYBODY SPEAKING OVER EACH OTHER.)

3 MR. GOULET: But what it seems like, we  
4 need to fix an issue with Holley Navarre Water System on  
5 checks and balances where we may not have checked these  
6 other businesses out, either, but we checked one out.

7 MR. WILLIAMSON: The only reason we were  
8 there, Will, is because we were responding to a leak  
9 to -- any effort to try to make it sound as if we are  
10 singling this person out -- do you think we are so  
11 calculated that we caused this leak and called ourselves  
12 and responded out there and started down that whole road?

13 MR. GOULET: It's -- what I am saying --

14 MR. WILLIAMSON: You think we called and  
15 caused it ourselves --

16 (EVERYBODY SPEAKING OVER EACH OTHER.)

17 MR. GOULET: I mean, it's --

18 MR. WILLIAMSON: Why aren't you asking the  
19 question about the connection to this unmetered line to  
20 start with?

21 MS. HARP: Depending on what --

22 MR. WILLIAMSON: Usually connecting to an  
23 unmetered line like that only means one thing. And it's  
24 not because you are trying to get fire suppression  
25 service to a future retail business.

1                   MR. DABNEY: I didn't put it in. I didn't  
2 voluntarily put it in.

3                   MR. GOULET: Hasn't this line been capped  
4 off and removed?

5                   MR. WILLIAMSON: In a sense been cut and  
6 capped, Director Goulet. But it's one of those things  
7 where we are going to forget how we got here to start  
8 with.

9                   MR. GOULET: I didn't say that, sir. What  
10 I am saying is this line has already been capped and  
11 that's been taken care of. So that's a moot point now.  
12 Correct?

13                  MR. WILLIAMSON: Sure. Right now, it  
14 absolutely has been cut and capped. And the letter that  
15 we sent of the five items that we had there that we asked  
16 the owner to respond to, that's one of the couple that  
17 they responded to.

18                  MR. GOULET: Now, the meter that we  
19 installed in June. Do I understand we installed a meter  
20 on this line in June?

21                  MR. WILLIAMSON: I have already told you,  
22 Director Goulet, that there was a leak detection device  
23 that was already on that line.

24                  MR. GOULET: And it was calculated --

25                  MR. SNYDER: Not on all of them.



1 MR. PHILLIPS: Not all of them.

2 MR. GOULET: And it was able to calculate  
3 this number?

4 MR. PHILLIPS: Yeah. That's what it's  
5 for.

6 MR. WILLIAMSON: The minimum amount, from  
7 what I understand. Yeah.

8 MR. SNYDER: It's a leak detection on  
9 fire, so if something is going through an unmetered fire  
10 line, that's on every single --

11 MR. PHILLIPS: We don't require you to  
12 meter your fire lines because it's pretty stupid, you  
13 know, to put a six-inch meter that is never going to see  
14 it during the fire, but what we do make you do is put a  
15 leak detector on it so that we can look at it or the  
16 County can look at it when they do the inspection of it  
17 and see if there is a leak somewhere that we are losing  
18 water. That's what it is for and that's what happened.

19 MR. GOULET: All right.

20 MR. PHILLIPS: Or, actually, I think it  
21 was a physical leak that started this, but --

22 MR. LANIER: Has the water that was tapped  
23 from the fire suppression line been paid for by East  
24 River Smoke House? Or by the Marina?

25 MR. WILLIAMSON: There's been no invoice.

1 That's part of the Board's topic for tonight.

2 MR. KENNEDY: We really didn't discuss  
3 that one as well, but on that one, am I correct in that  
4 68,000 gallons is what we are showing that was lost in  
5 water or at least in the leak?

6 MR. WILLIAMSON: Yes.

7 MR. LYNCHARD: Do our -- do the two RV  
8 parks on our system, are they hooked to our sewer?

9 MR. PHILLIPS: Yes.

10 MR. LYNCHARD: So we do accept sewer from  
11 RVs?

12 MR. SNYDER: Yeah. The long-term stays.  
13 Yes.

14 MR. PHILLIPS: Absolutely. So if you come  
15 into an RV park and you want to put a water connection  
16 and a sewer connection on a pad, we allow that.

17 MR. LYNCHARD: Okay.

18 MR. PHILLIPS: If you have a boat storage  
19 yard, and you just want to have a sewer connection out  
20 there in the yard and a tap across the way, we don't  
21 allow that. In fact, we just denied one of those.

22 MR. LYNCHARD: But wouldn't an RV park and  
23 a Marina be the same thing?

24 MR. SNYDER: An RV park is more of a  
25 long-term stay. And also, the sewage that you are

1 getting, you have a lot more control over.

2                   So if you are washing your RV and stuff  
3 like that, it's not necessarily going into the sewer. If  
4 you spill gas or something and you get it with your back  
5 off at the Marina or something, that's going into the  
6 sewer.

7                   That doesn't necessarily happen with the  
8 RV. Also, RV parks always have a gravity connection so  
9 it's going directly from the RV to the sewer connection.

10                  MR. KENNEDY: And then, back to the sewer  
11 connection, though. The fact that we are pulling,  
12 basically, septic from boats and allowing that into our  
13 system, this is -- we -- that's actually not even allowed  
14 per past motions.

15                  MR. SNYDER: We don't allow septic trucks  
16 to dump into our system.

17                  MR. DABNEY: But it's not going into your  
18 system. It's going into my lift station at my restaurant  
19 that is regular sewer, anyway.

20                  MR. WILLIAMSON: Everything from that lift  
21 station goes to the Holley Wastewater Treatment Plant.

22                  MR. KENNEDY: And did we approve that --  
23 did we approve that design, sir?

24                  MR. DABNEY: Yeah. Somewhere. I will  
25 eventually find it.

1                   MR. KENNEDY: Right. If you can find  
2 those approvals, that is -- that's what we are trying to  
3 come to --

4                   MR. DABNEY: When I get a chance to talk  
5 to Buck, I will ask Buck if he remembers if he did.

6                   MR. KENNEDY: But we would need paperwork,  
7 sir.

8                   MR. DABNEY: I am sure they are here  
9 somewhere.

10                  MR. GOULET: Mr. Dabney, if we were to  
11 give you 90 days -- I know it's your Christmas season --  
12 would 90 days be long enough for you to come up with some  
13 information or documentation for the Board?

14                  MR. DABNEY: I can probably do it in 60  
15 days.

16                  MR. GOULET: But if we were to give you 90  
17 days?

18                  MR. DABNEY: I mean, right now, I am going  
19 to be busy from now until time I get -- take down the  
20 fire (inaudible) -- extends from January probably up  
21 until the 20th or -- whatever time I get it and put it  
22 in.

23                  MR. MILLER: We started asking for this --

24                  MR. DABNEY: But anybody who knows me  
25 knows how long it takes to do this.

1 MR. GOULET: But if we were to give you 90  
2 days --

3 MR. MILLER: We have already asked for  
4 this in August and in September.

5 MR. GOULET: We have never asked him  
6 formally. The man is sitting right here in front --

7 MR. MILLER: There was a certified letter  
8 and a regular letter.

9 MR. GOULET: Yeah. But it wasn't signed  
10 by him, Mark.

11 MR. MILLER: Well, so, he doesn't get his  
12 mail?

13 MR. GOULET: I would have spent the \$1.60  
14 and had a restricted signature and had to see James  
15 Dabney for him to accept the letter. I would have spent  
16 the \$1.60. And I am cheap. But I would have spent the  
17 money.

18 MR. MILLER: If more than one letter was  
19 sent and there was no reply and other communications and  
20 they weren't, you know, they asked for this stuff --

21 MR. GOULET: What I am trying to say,  
22 Mark, what I am trying to say is if the Board can give  
23 the man 90 days to come up with the paperwork and go from  
24 there, I think that's more than fair for the Board. I  
25 think that's more than fair for Mr. Dabney.

1                   He is a business owner. If this is how we  
2 treat businesses, for whatever reason, Mark, who in the  
3 hell is going to want to come to Navarre to open a  
4 business?

5                   MR. MILLER: I am not saying that we  
6 should treat him any different than anybody else, but if  
7 we --

8                   MR. GOULET: I would grant the same  
9 courtesy to anybody else. The man came here tonight. He  
10 wasn't notified. He showed up. That's all I am saying,  
11 Mark. I am just saying --

12                  MR. DABNEY: I want to ask y'all one  
13 question. So y'all are into the clean green -- the  
14 Marina is a clean green system and trying to get the  
15 water out of the Sound that we have doing for years --

16                  MR. KENNEDY: Sir, we are actually just  
17 wondering how you got connected to the systems and prove  
18 it. That's all we want.

19                  MR. DABNEY: At the end of the day, are  
20 you going to tell me that you are not going to accept  
21 pump-outs from boats? For a clean green Marina, you are  
22 not going to accept that pump-out coming from there?  
23 Because I venture to say, the State's probably going to  
24 have an issue with that.

25                  MR. LYNCHARD: I --

1 MR. KENNEDY: I venture they won't, but --

2 MR. DABNEY: I venture they will, because  
3 that is their big push right now.

4 That's the reason why there's grants out  
5 there for this particular reason.

6 MR. LYNCHARD: I venture that since this  
7 is the first Marina to come to Navarre, the Board has  
8 never had that discussion. And it is not part of our  
9 policy at this point.

10 MR. KENNEDY: Right. It is not. We don't  
11 allow --

12 MR. LYNCHARD: It is not -- no. Neither  
13 one of those two statements are correct. We have never  
14 had that discussion, so we have never made the  
15 determination if it is allowed or if it is not allowed.

16 MR. WILLIAMSON: So my question would  
17 be -- how is it in place right now discharging into a  
18 lift station going to our plant --

19 MR. LYNCHARD: Well, if we are saying --

20 MR. WILLIAMSON: -- if we haven't approved  
21 it --

22 MR. LYNCHARD: If we are saying he is not  
23 approved, if we are going with --

24 MR. WILLIAMSON: Buck had the authority as  
25 the engineer to approve something that had never happened

1 in the system's history to allow discharge of a 49-slip  
2 boat Marina and Buck wouldn't even record anything?

3 MR. GOULET: I could watch a lot of perks  
4 come up in the --

5 MR. DABNEY: I can tell you this -- I can  
6 tell you this -- you can call Rhonda Wells tomorrow and  
7 ask her how many days and how many weeks and how many  
8 times I had to come in front of the County Commissioners  
9 to get this project approved.

10 So when you are done with your BS up  
11 there, tell me what I got to do and let's get this going  
12 and I am ready to go home.

13 MR. KENNEDY: Me, too. We are, too.

14 MR. WILLIAMSON: The plans that were  
15 submitted and approved by the County are not consistent  
16 with what is in place now. We keep referring to these  
17 County approvals.

18 What is on these plans that was approved  
19 and stamped by the County in December 2015 does not match  
20 what is in place right now.

21 MR. GOULET: My recommendation to the  
22 Board is to give Mr. Dabney 90 days to bring the  
23 requested information. That's my motion.

24 MR. KENNEDY: We have a motion. Do we  
25 have a second?



1 MR. LYNCHARD: I will second.

2 MR. KENNEDY: We have a second.

3 Is there any further discussion?

4 MR. MILLER: Is the motion for him to  
5 comply with the staff recommendation and our agenda? Or  
6 what is the motion?

7 MR. GOULET: What my recommendation is to  
8 provide information staff is requesting within 90 days.

9 MR. KENNEDY: Because staff has got -- has  
10 provided us with --

11 MR. WILLIAMSON: That would be approval or  
12 authorization -- proof of authorization for receiving  
13 water to the Marina, proof of authorization to discharge  
14 or dispose of sewer into our sewer system.

15 That's really the only two authorizations  
16 that we need, if the Board is -- then, the next decision  
17 for the Board, if they can't provide that authorization,  
18 does the Board want to continue to allow connection to  
19 the sewer system?

20 We could work out the deal with the water  
21 with Mr. Dabney in ten minutes and would love the  
22 opportunity to do that. All he would have to do is do  
23 the same thing that every other commercial entity does  
24 here. If you are going to have an expanded use -- and  
25 submit an application.

1                   And if there are any tap fees required as  
2 a part of that additional use, that those would be  
3 satisfied, have an account set up, pay your bill for that  
4 account.

5                   MR. DABNEY: Obviously, that would be --

6                   MR. WILLIAMSON: That would be satisfied  
7 in no time. That's the same thing required of everybody  
8 else.

9                   The separate matter is the sewer. If you  
10 cannot provide that authorization within 90 days, then we  
11 need to come back to the Board and have a decision on if  
12 the Board wants to allow that or not.

13                  MR. GOULET: I think what time of year it  
14 is, I don't think that is going to be much into play  
15 because I don't think a lot of the people are using the  
16 Marina right now. So I think it is more than fair to  
17 give him 90 days for a business and for the Water System  
18 to give us the requested information that we are  
19 requesting within 90 days. I think that's pretty simple.

20                  MR. KENNEDY: All right. We have a motion  
21 and a second with further discussion. Does anyone else  
22 want to further discuss this?

23                  (NO AUDIBLE RESPONSE.)

24                  MR. KENNEDY: Those in favor say "Aye"?

25                  MR. LYNCHARD: Aye.

1 MR. MILLER: Aye.

2 MR. GOULET: Aye.

3 MR. WILLIAMSON: That is two to three.

4 You have to clarify --

5 MR. KENNEDY: So hold your hand up.

6 Director Goulet, Miller, Lynchard.

7 All right. Those opposed say "No"?

8 MR. LANIER: No.

9 MS. HARPER: I want to abstain.

10 MR. KENNEDY: All right. So motion  
11 passes.

12 MR. MILLER: The additional issue is the  
13 connection to the fire suppression water line and  
14 the water usage.

15 MR. GOULET: That's already been removed  
16 and capped off.

17 MR. MILLER: But there is 68,000 gallons  
18 of water use there.

19 MR. LYNCHARD: Was it water use? Or did  
20 we ever --

21 MR. WILLIAMSON: I don't know that we can  
22 say definitively that that was water use and not water  
23 loss.

24 MR. LYNCHARD: Okay.

25 MR. WILLIAMSON: Because we don't know

1 where the line was ultimately going. So we don't know if  
2 it was connected or not, so it has been cut and capped.

3 So, you know, if the Board's desire was to  
4 not pursue those funds to make this move along faster, I  
5 think that would be a great concession to Mr. Dabney.

6 MR. KENNEDY: All right. Was there a  
7 motion that we need to follow-up then on the third and  
8 final item?

9 MR. WILLIAMSON: There is no action.  
10 There was 68,000 gallons of water loss because there was  
11 a connection to an unmetered line, so there is some cause  
12 and effect there. But at the end of the day, we  
13 can't conclusively prove it was not just water loss.

14 MR. LANIER: So just to be clear, we are  
15 looking for proof of -- that the water connection was  
16 authorized by Holley Navarre Water System and we are  
17 looking for proof that the sewer connection through the  
18 restaurant was approved by Holley Navarre Water System.  
19 Is that correct?

20 MR. WILLIAMSON: That's what we are  
21 waiting to receive within 90 days.

22 MR. GOULET: That's what we are trying to  
23 figure out, too. He has to give --

24 MR. LANIER: I don't care what he gave the  
25 County. I am talking about that paperwork with Holley

1 Navarre Water System was processed and approved.

2 MR. GOULET: The biggest problem we have  
3 right now is the engineer that was on staff at the time  
4 was fired. He doesn't work here anymore. There was  
5 another General Manager here at the time that has passed  
6 away, so we can't talk to him anymore about it.

7 MR. LANIER: But you are giving him 90  
8 days to produce that document?

9 MR. GOULET: Yes. I am giving him the  
10 benefit of the doubt. I am giving him 90 days.

11 MR. LANIER: Okay. To produce  
12 authorization from Holley Navarre --

13 MR. GOULET: What the Board is requesting  
14 right here, what the Board is requesting, that's what is  
15 laid out right here in the packet. In fact, I will rip  
16 this sheet out and I will hand it to so you have it. In  
17 case nobody gives it to you, I am going to give it to you  
18 tonight.

19 MR. KENNEDY: Mr. Dabney, does that sound  
20 fair, what we are asking for?

21 MR. DABNEY: I will go away.

22 MR. KENNEDY: Thank you, sir. All right.  
23 Motion was passed. We are going to move on.

24 MR. LYNCHARD: Quickly.

25 MR. KENNEDY: Yes.

1 MR. WILLIAMSON: Can we take a couple  
2 minutes and --

3 MR. KENNEDY: Yes, sir. Let's have a  
4 five-minute break. We are going to be moving onto Hidden  
5 Creek, so those that don't want to hear that --

6 Mr. Dabney, thank you for coming.

7 (THERE WAS A BRIEF BREAK TAKEN, AND THEN,  
8 PROCEEDINGS CONTINUED AS FOLLOWS:)

9 MR. KENNEDY: Let's get this party  
10 started. All right. Break over.

11 Next item is the 2019 financial  
12 statements. Ms. Callen?

13 Oh, wait a minute. Oh, yeah. And let the  
14 record note that Yvonne has had to leave.

15 All right. Ms. Callen?

16 MS. CALLEN: So for revenue for the month  
17 of November, we had \$154,175 with expenses of \$130,979.  
18 That gives us a course operating income of \$23,196.

19 I just want to make note that our revenue  
20 is over budget and our expenses are under budget.

21 MR. KENNEDY: Excellent job.

22 MR. GOULET: Thank you, Cindy.

23 MS. CALLEN: Thank you.

24 MR. KENNEDY: Yeah. Great job again.

25 (APPLAUSE.)

1 MR. KENNEDY: All right. Is that it?

2 MS. CALLEN: That's it.

3 MR. KENNEDY: Do we have a motion to  
4 approve the November 2019 financial statements as  
5 presented?

6 MR. GOULET: I make a motion to approve as  
7 presented.

8 MR. LYNCHARD: I will second it for  
9 discussion. I have a question.

10 MR. KENNEDY: All right. Further  
11 discussion, sir?

12 MR. LYNCHARD: Okay. It looks like on our  
13 restaurant, if we quit doing whatever else it is we are  
14 doing, other than collecting \$1500 a month, we will make  
15 \$500 more a month.

16 Because if you take all of our restaurant  
17 income less all of our restaurant expenses, we have made  
18 1,036 bucks. But our rent is \$1500 a month.

19 MS. CALLEN: So the rent is under --

20 MR. LYNCHARD: Well, rent is under  
21 restaurant lease income. Do you see what I am saying?

22 MS. CALLEN: Other income.

23 MR. LYNCHARD: \$12,080.

24 MR. KENNEDY: Okay.

25 MR. LYNCHARD: And then, total expenses,

1 1140 bucks.

2 MS. CALLEN: This lists our other income,  
3 \$3,516. \$1500 is rent and the remainder \$2,000 is  
4 utilities.

5 MR. LYNCHARD: Okay. So we -- look at  
6 your restaurant sales.

7 MS. CALLEN: Got you.

8 MR. LYNCHARD: Okay. So of the \$12,080 in  
9 restaurant sales, \$1500 is rent. Correct?

10 Look at the top line where it says \$1500.  
11 Right? So \$12,080 includes \$1500 worth of rent.

12 MR. KENNEDY: Oh, he is actually looking  
13 on page 1 --

14 MR. LYNCHARD: Page 1.

15 MR. KENNEDY: -- of the income statement.  
16 She is looking at a different thing.

17 MR. LYNCHARD: Okay. Oh, I'm sorry.

18 MR. KENNEDY: Page 1 of the income  
19 statement and --

20 MR. LYNCHARD: \$12,080. See it.

21 MR. KENNEDY: Down there, total restaurant  
22 sales.

23 MS., CALLEN: Restaurant utilities is down  
24 farther --

25 MR. LYNCHARD: No. Forget about



1 restaurant utilities. Look at total restaurant sales.

2 MS. CALLEN: I see it.

3 MR. LYNCHARD: \$12,080. And that includes  
4 \$1500 worth of rent.

5 MS. CALLEN: Okay.

6 MR. LYNCHARD: Right?

7 MS. CALLEN: Yes.

8 MR. LYNCHARD: Now, turn two pages over,  
9 total restaurant expense --

10 MR. KENNEDY: \$11,444.

11 MR. LYNCHARD: \$11,444.

12 MR. KENNEDY: Right.

13 MR. LYNCHARD: So if we quit doing  
14 whatever we were doing out there and just collected our  
15 \$1500 a month, we would be making \$500 a month more.

16 We are losing \$500 a month doing  
17 something, whatever it is, at the restaurant still. So I  
18 can't figure that out.

19 MS. CALLEN: Well, food and beverage is  
20 not just restaurant. It's also the beverage cart.

21 MR. LYNCHARD: Okay.

22 MR. WILLIAMSON: And this is one month,  
23 one month in a year, but --

24 MR. LYNCHARD: But you get my point;  
25 right?

1                   MR. WILLIAMSON: Yeah. That's not a good  
2 ratio if that keeps up.

3                   MR. LYNCHARD: If we quit doing --

4                   MR. WILLIAMSON: You have the Pro Shop  
5 sales where you have the drink machine and the Pro Shop,  
6 we are getting sales from that. And then, primarily,  
7 your food and beverage revenue now is beverage cart.

8                   MR. GOULET: Are we having a buy one, get  
9 one free right now? What is going on?

10                  MR. LYNCHARD: Yeah. We are losing money  
11 is what my point is.

12                  MR. MILLER: If you look at the  
13 year-to-date, though, you have got \$182,747 in total  
14 restaurant sales versus \$151,533, so you have \$31,000  
15 in --

16                  MR. LYNCHARD: You are right.

17                  MR. MILLER: -- you know, for --

18                  MR. LYNCHARD: But you have to back out  
19 \$9,000, but, yeah.

20                  MR. MILLER: Yeah.

21                  MR. KENNEDY: Yeah. So you are up --  
22 yeah, you are up 80 percent.

23                  MR. GOULET: I think what Mr. Lynchard is  
24 pointing out is something happened last month, we need to  
25 make sure it doesn't trend to this month, too.

1 MR. KENNEDY: Right.

2 MR. LYNCHARD: We are up 7.8.

3 MR. KENNEDY: Yeah. So we are just  
4 saying, keep an eye on it.

5 MS. CALLEN: Absolutely.

6 MR. LYNCHARD: Something like that.

7 MR. KENNEDY: All right. Any further  
8 discussion?

9 MR. LYNCHARD: No.

10 MR. KENNEDY: Those in favor say "Aye"?

11 MR. LYNCHARD: Aye.

12 MR. MILLER: Aye.

13 MR. GOULET: Aye.

14 MR. LANIER: Aye.

15 MR. KENNEDY: Again, those in favor say  
16 "Aye"?

17 MR. LYNCHARD: Aye.

18 MR. MILLER: Aye.

19 MR. GOULET: Aye.

20 MR. LANIER: Aye.

21 MR. KENNEDY: Those opposed say "No"?

22 (NO AUDIBLE RESPONSE.)

23 MR. KENNEDY: Motion carries.

24 Budget presentation. Ms. Callen?

25 MS. CALLEN: So I would like to go ahead

1 and present our budget for 2020. In our revenue source,  
2 I just wanted you to make a note that they come from four  
3 different areas, golf operations, dues, food and  
4 beverage, and other revenue.

5 So this is the breakdown of the budget for  
6 the revenue side

7 (SLIDE PRESENTATION.)

8 MR. GOULET: What is the increase from  
9 last year to this year? For next year, what's the  
10 increase? What's the difference?

11 MR. WILLIAMSON: What is the revenue  
12 objective?

13 MR. GOULET: No. The projected budget  
14 cost.

15 MR. WILLIAMSON: If you are looking at  
16 course operating income, I think we are budgeted to be  
17 at -- basically at net zero, \$782. Basically, it would  
18 be zero.

19 There would be no loss. I think before  
20 your loss numbers were -- I don't know what we budgeted  
21 for this year for loss, but it was over --

22 MS. CALLEN: For revenue? The next slide  
23 will help us with that one.

24 MR. WILLIAMSON: I think Director Goulet  
25 was asking -- are you wondering about the course

1 operating income this year versus -- so what we budgeted  
2 for was a -- I believe a net loss for net operating  
3 income in 2019.

4 We are going to come in with a profit.  
5 And then, next year, we are budgeting, for the first time  
6 in a long time to be at break even.

7 MR. GOULET: That's with the Water System  
8 still putting \$19,995 in?

9 MS. CALLEN: It's coming down.

10 MR. LYNCHARD: \$18,600.

11 MR. WILLIAMSON: You went from, basically,  
12 \$460,000 a year, not including capital, with capital  
13 outlay, you were averaging about 547 a year.

14 Next year, you will do 187, so --

15 MR. GOULET: So it's another decrease from  
16 last year?

17 MS. CALLEN: Yes.

18 MR. WILLIAMSON: Another 20 percent.

19 MR. GOULET: Okay. Thank you.

20 MR. WILLIAMSON: Just to the subsidy.

21 MS. CALLEN: We have a slide on that,  
22 also.

23 MR. WILLIAMSON: It could be even more  
24 than that. It's 80 percent in two years, the subsidy has  
25 gone down.

1 MR. GOULET: Thank you.

2 MR. KENNEDY: Okay.

3 MS. CALLEN: This is a revenue trend and  
4 it just shows that we have gone up every year in our  
5 revenues.

6 MR. WILLIAMSON: This is golf specific  
7 revenue, because trying to factor out the food and  
8 beverage and just go with green fee, cart fees, dues,  
9 merchandise, you have those core golf operations related  
10 revenue, because it gives you a better understanding  
11 because it kind of swayed the numbers a little bit when  
12 you had F&B sales and you had the F&B expenses factored  
13 out possibly get sold as well.

14 But you can tell that the golf,  
15 particularly green fee, cart fee revenue is heading in  
16 the right direction. These numbers are industry leading.  
17 They are really impressive.

18 MS. CALLEN: The next slide is our  
19 expenses. And this is expenses labor, and then, all  
20 other expenses. And we have come down.

21 MR. WILLIAMSON: Again, slightly skewed  
22 because of food and beverage being extracted out,  
23 although for '19, food and beverages, you know, the  
24 restaurant was closed for the majority of the year. I  
25 think it was closed after the first quarter.

1                   The bar upstairs, we had to open for a  
2 little while, so that kind of added to it.

3                   MR. KENNEDY: So, I mean, just as a quick  
4 summary, that's nearly \$100,000 in labor between 16 and  
5 budget and nearly half a million in terms of expenses --

6                   MR. GOULET: Question on the labor: Are  
7 we -- is the labor figure benefits and all that stuff, is  
8 that part of the labor equation?

9                   MR. WILLIAMSON: Yes, sir.

10                  MR. GOULET: Okay.

11                  MR. KENNEDY: Okay.

12                  MR. WILLIAMSON: It's going to be flat  
13 next year.

14                  MR. GOULET: All right.

15                  MS. CALLEN: And then, this is the slide  
16 for the subsidy from the Water Department.

17                  MR. WILLIAMSON: The Goulet slide.

18                  MS. CALLEN: His down sliding.

19                  We are taking care of our own capital  
20 expenses.

21                  MR. GOULET: Awesome.

22                  MR. KENNEDY: Yes. You guys are firing on  
23 wonderful cylinders.

24                  MR. GOULET: This is something you would  
25 tell the community right there. Because this is a big

1 step when we did it.

2 When we first approved it, I know you were  
3 mad at us. I am sorry. It's something we needed to do.  
4 And I told you closing the restaurant will make you  
5 happier and you are smiling tonight.

6 MS. CALLEN: You are right.

7 So our strategic priority, rebranding and  
8 marketing, we are working on a new logo and rebranding.

9 We are also looking at a new website and a  
10 new partnership to move away from Golf Now to Tee Quest.

11 MR. WILLIAMSON: Just so you know, Golf  
12 Now hosts our website, so we pretty much have to go to a  
13 new website. What are we a year in revenue that we are  
14 losing to Golf Now -- that they get from us -- 35?

15 MS. CALLEN: It's a lot more than that.

16 MR. GOULET: Well, it's about 60; isn't  
17 it?

18 MS. CALLEN: Yeah. It's a little over 50,  
19 I would say.

20 MR. WILLIAMSON: So by -- for those of you  
21 who don't know, Golf Now, basically, we give them a  
22 certain number of tee times.

23 MR. GOULET: Premium. Premium tee times.

24 MR. WILLIAMSON: Yeah. Right. There is  
25 no payment to them for their services for providing point



1 of sale and provide online tee time capability. But in  
2 exchange for that, we give them tee time slots.

3 And the problem with that is you lose  
4 price integrity. Because they can offer up a slot for  
5 \$19.00 if they want to sell that slot. So when somebody  
6 goes online to book at Hidden Creek, they see a \$49 rate  
7 and then they see a \$19 rate.

8 As soon as they see the \$19 rate, you are  
9 a \$19 golf course. And you lose your price integrity to  
10 trade that other rack rate. So we are transitioning away  
11 from them and we are going to help protect and maintain  
12 our price integrity. And what the Tee --

13 MS. CALLEN: Tee Quest.

14 MR. WILLIAMSON: Tee Quest.

15 MS. CALLEN: So we will take some of that  
16 \$50,000 and use it for marketing, to make sure our name  
17 is still out there.

18 MR. GOULET: Does Tee Quest -- I'm sorry.

19 MR. KENNEDY: No. You go ahead.

20 MR. GOULET: Does Tee Quest offer a  
21 website building model and all that stuff?

22 MS. CALLEN: Yes. Absolutely.

23 MR. GOULET: Do they charge for that?

24 MS. CALLEN: Their charge is \$750 a  
25 month -- I'm sorry -- \$7,500 a year versus the

1 \$50,000-ish a year.

2 MR. GOULET: How close are you to moving  
3 forward with Tee Quest and doing away with Golf Now?

4 MS. CALLEN: January.

5 MR. GOULET: So January 1st --

6 MS. CALLEN: Not January 1st. It will be  
7 in January. I believe the 18th is when they are going to  
8 come up and start training.

9 MR. GOULET: So, then, we will do the  
10 transition and -- okay.

11 MR. WILLIAMSON: Before the season starts.  
12 And as a benefit of that, we get a new Point of Sale as  
13 well.

14 MR. GOULET: That's \$4,000. That's  
15 awesome.

16 MR. KENNEDY: And I assume the \$50,000 or  
17 whatever we are saving by -- is that in the -- that's  
18 already calculated in this budget we were going to come  
19 out with break even or a little more?

20 MS. CALLEN: We have added more into the  
21 marketing areas, so, yes.

22 MR. KENNEDY: You are going to re-route  
23 that money?

24 MS. CALLEN: Absolutely.

25 MR. KENNEDY: All right. Yeah.

1 MR. WILLIAMSON: Some of it.

2 MR. KENNEDY: Some of it. Yes.

3 Well, you know, capitalize on it.

4 MS. CALLEN: Improving guest experience,  
5 guests come first towels, tees. We started that in the  
6 prime season, and it just helps to value our price  
7 integrity. Improving practice facility. We will be  
8 getting a new fleet this year.

9 Facility and ground appearance. We have  
10 been doing lots of upgrades around the clubhouse.  
11 Reduced discounting to protect price integrity and tee  
12 sheet management, so --

13 MR. WILLIAMSON: Not just the tee sheet.  
14 We are also making sure we are not doing the ten round  
15 cards and giving away a bunch of comp rounds, increasing  
16 the price per outing slightly.

17 MR. KENNEDY: And I know if Fred was here,  
18 he would be raving again because the course is in the  
19 best shape it's ever been seen. Superintendent is doing  
20 a great job. You guys are really turning this whole  
21 thing around.

22 MS. CALLEN: We are trying. We are  
23 working hard.

24 MR. KENNEDY: Yes, you are.

25 MR. MILLER: I don't think at this time

1 last year we had \$300,000 in the bank for the golf  
2 course --

3 MR. KENNEDY: I don't think so, either.

4 MR. MILLER: -- so that's important.

5 MR. KENNEDY: All right. Is that it,  
6 Ms. Callen?

7 MS. CALLEN: That's all I have.

8 MR. KENNEDY: All right. So can I have a  
9 motion to approve the 2020 annual budget as presented?

10 MR. GOULET: I make a motion to approve as  
11 presented. And I appreciate Cindy and staff's hard work  
12 on putting that together. And it's definitely a breath  
13 of fresh air.

14 MS. CALLEN: Thank you.

15 MR. KENNEDY: Do I have a second?

16 MR. MILLER: Second.

17 MR. KENNEDY: Any further discussion?

18 (NO AUDIBLE RESPONSE.)

19 MR. KENNEDY: Those in favor say "Aye"?

20 MR. LYNCHARD: Aye.

21 MR. MILLER: Aye.

22 MR. GOULET: Aye.

23 MR. LANIER: Aye.

24 MR. KENNEDY: Those opposed say "No"?

25 (NO AUDIBLE RESPONSE.)

1 MR. KENNEDY: Motion carries.

2 Engineering. You are going to go fast;  
3 aren't you?

4 MR. PHILLIPS: Yeah. I am not going to  
5 talk about the reports. If you have got questions, I  
6 will entertain them.

7 The only thing I will mention is we were  
8 told a couple weeks ago to expect the comments on the MOA  
9 last week. We didn't get them. But about five minutes  
10 before Clinton and I walked in, Dan Schebler sent me an  
11 email that he can have comments for Will and I after a  
12 meeting that is scheduled tomorrow for Gulf Breeze to  
13 express whatever interest or whatever plan they might  
14 have for participating in Eglin tomorrow afternoon. So,  
15 hopefully, we will have those comments.

16 MR. KENNEDY: Is there any chance our MOA  
17 is going to be derailed or anything with this tomorrow?

18 MR. PHILLIPS: I have had -- I have had  
19 conversations with Roger Blalock and I have exchanged  
20 emails with Dan in one phone call. And at no time has  
21 anyone expressed any major problem.

22 So I am not -- I am not expecting.  
23 Actually, I think I misunderstand your question. Were  
24 you asking me if we thought somehow if Gulf Breeze's  
25 participation in this might derail it?

1 MR. KENNEDY: Yes. Anything in that --

2 MR. PHILLIPS: Our main job at that  
3 meeting tomorrow will be to express that nothing can  
4 derail us. And, again, we have offered -- we are saying  
5 we will do this and whoever wants to come behind can  
6 reimburse. Just let us go. Don't get in our way.

7 MR. KENNEDY: Roger that.

8 MR. PHILLIPS: That's, again, the position  
9 we will take.

10 MR. KENNEDY: Any questions on that?

11 (NO AUDIBLE RESPONSE.)

12 MR. KENNEDY: All right. Thank you for  
13 that. I think I will ultimately -- I am just going to do  
14 the annual meeting reminder.

15 We have our annual meeting January 21st.  
16 This is just a reminder. Voting for everyone. I want to  
17 thank Barbara. If you do -- when you do go to the  
18 wonderful site -- and I love this -- we get to point to  
19 different people that Torin has been able to put out --  
20 if you go to the site and you go to the election area,  
21 you will be able to see a fact sheet that Barbara has put  
22 together that explains a little bit better who, how,  
23 when, how to vote, as far as to help eliminate any  
24 confusion. So please vote.

25 Member Forums. I think we are at that

1 section. So anybody here to speak? Yes, ma'am? Can I  
2 give 30 seconds instead?

3 MR. LYNCHARD: You already had five or ten  
4 minutes; didn't you?

5 MS. REYNOLDS: Carmen Reynolds, 9621  
6 Sunnybrook Drive. My comments are not meant to be  
7 adversarial, but I am concerned about some observations  
8 and facts, so I am just going to lay them out here.

9 What I am concerned about is the  
10 environmental working groups assessment of Holley Navarre  
11 Water System. And I am just going to lay those out to  
12 you here because you guys are the experts. You are the  
13 worker bees. And they base this on the EPA's standards,  
14 the EPA's inputs that they get from y'all because you are  
15 self-reporting.

16 And what they say is that there are 15  
17 contaminants on their report. And five of them exceed  
18 their environmental working group health guidelines,  
19 specifically arsenic at 40 times the health guideline  
20 levels.

21 And just let me finish here -- chromium at  
22 2.7 times. Nitrates, 3.4 times. Radium, 25 times. And  
23 trichloromethanes, 184 times.

24 Now, these five areas have potential  
25 cancerous effects. Then, it goes on and it talks about

1 some ones that are not reported on your report. So those  
2 would be aluminum. I believe the chlorate they refer to  
3 is your chlorine. I am not sure.

4 Cobalt, manganese, strontium, and  
5 vanadium. Then, they go on to Navarre Beach. And I am  
6 not sure how this works. The radium is 49 times the  
7 health guideline. The trichloromethanes are 10 times.

8 And why is this important? It's important  
9 because you all have your video. I liked it a lot. It  
10 says, "We are here to provide you safe, clean drinking  
11 water."

12 But Florida is one of the ten top most  
13 polluted states in the nation. And the legal limits for  
14 tap water have not changed or been updated in 20 years.  
15 From the Florida state-wide cancer registry, it says that  
16 the cancer rates are above average in the following  
17 counties, above average for the State: Escambia, Santa  
18 Rosa, and Okaloosa County, with Santa Rosa County  
19 being -- having cancer as its leading cause of death in  
20 our county.

21 Why would this be? Well, years ago,  
22 Monsanto, now Solutia, now Ascend deep well injects daily  
23 4,000,000 gallons per day into the upper Floridan Aquifer  
24 at 1400 feet.

25 We have other companies in Santa Rosa



1 County, Sterling Products, American Cyanamid. There are  
2 others that are deep well injecting. And after that, the  
3 oil and gas wells up in Jay. And this is the perfect  
4 storm here.

5                   We are tracking things that are very, very  
6 carcinogenic. In addition, the wells we talked about,  
7 the PFOAs, the PLOs, the PLMEs. Things like that come  
8 from -- PFOs, also. Fire fighting foam. Facility  
9 emissions. Manufactured electronic devices. The making  
10 of drapes, aircraft, water repellent products.

11                   In fact, the Bagdad Garcon Point system is  
12 at 867 times the level of arsenic. So I look at all of  
13 this. East Milton has four exceeding guidelines.

14                   And I ask myself, is there something we  
15 could do to avoid the perfect storm here? Now, with  
16 regard to the deep well injection, be advised, in 1967,  
17 the reports -- and I have these reports -- said that the  
18 contamination chemicals from Solutia was moving under  
19 Santa Rosa County and it passed through Escambia, Santa  
20 Rosa County line, and it was moving southeast.

21                   So I ask you, Yvonne, ladies and  
22 gentlemen, where is it now? I don't know the answer to  
23 this. I am not a hydrologist, and I am not a water  
24 expert, but these facts and figures disturb me greatly.  
25 And I wanted to convey this to you. And I have my notes.

1                   But I am very, very concerned about this  
2 with these cancer rates and clean and safe drinking water  
3 of Holley Navarre Water System. Thank you.

4                   MR. KENNEDY: Thank you, ma'am.

5                   All right. Thank you so much, Ms.  
6 Reynolds. All right. Well, I believe we are prepared to  
7 adjourn. Do we have a motion to adjourn?

8                   MR. MILLER: Motion to adjourn.

9                   MR. KENNEDY: Second?

10                  MR. LANIER: Second.

11                  MR. KENNEDY: Those in favor say "Aye"?

12                  MR. LYNCHARD: Aye.

13                  MR. MILLER: Aye.

14                  MR. GOULET: Aye.

15                  MR. LANIER: Aye.

16                  MR. KENNEDY: We are adjourned. Thank  
17 you.

18                         WHEREUPON, THE COMBINED BOARD OF DIRECTORS  
19 MEETINGS FOR HOLLEY NAVARRE WATER SYSTEM AND THE CLUB AT  
20 HIDDEN CREEK ADJOURNED AT 8:35 P.M.

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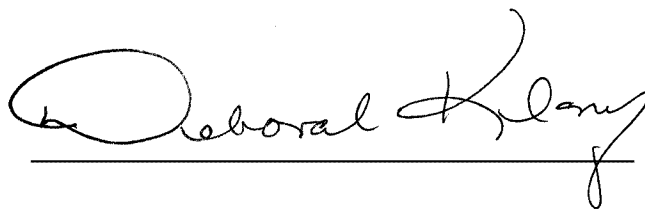
CERTIFICATE OF REPORTER

STATE OF FLORIDA

COUNTY OF SANTA ROSA

I, DEBORAH G. KHARUF, Court Reporter and Notary Public, State of Florida at Large, hereby certify that I was authorized to and did stenographically report the foregoing Board of Directors combined meetings of the Holley Navarre Water System and the Club at Hidden Creek and this transcript is a true record of said meetings. I further certify that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any attorney or counsel connected with the action; nor am I financially interested in this proceeding or its outcome.

Dated this 3rd day of January, 2020.

A handwritten signature in black ink, reading "Deborah G. Kharuf", is written over a horizontal line. The signature is cursive and stylized.

DEBORAH G. KHARUF

Court Reporter and Notary Public,

State of Florida at Large.

Commission number GG 310633

My commission expires July 6, 2023.