

HOLLEY NAVARRE WATER SYSTEM  
ELECTION OF DIRECTORS  
JANUARY 23, 2020  
5:30 P.M. - 6:30 P.M.

MIKE KENNEDY, PRESIDENT

KEVIN LANIER, SECRETARY

DARYL LYNCHARD, DIRECTOR

JAMES DABNEY, DIRECTOR

FRED TERASA, DIRECTOR

WILLIAM GOULET, DIRECTOR

GRANT SUMMERS, DIRECTOR

ROB WILLIAMSON, CEO, HNWS

TORIN BRAND, IT DEPT. HNWS

DANNY HAWKINS, HNWS

ALSO PRESENT:

KEITH KILPATRICK, ESQUIRE

DEBORAH KHARUF, COURT REPORTER

SANDY KEMP, NAVARRE PRESS

MIKE MATTHEWS, DONALD BUTLER

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

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

4 MR. GOULET: Sure. If you will bow your  
5 heads?

6 (INVOCATION GIVEN BY DIRECTOR GOULET.)

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

9 MR. TERASA: Please face the flag and  
10 repeat after me.

11 (PLEDGE OF ALLEGIANCE LED BY DIRECTOR TERASA.)

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

14 MR. LANIER: We do.

15 MR. KENNEDY: Thank you, sir.

16 Announcements: Audio and video recorders  
17 in use. Please silence all cell phones. If anyone would  
18 like to address the Board, please sign up at the  
19 membership (sic) back there.

20 I would like to begin by congratulating  
21 Director Summers and Director Dabney on joining the  
22 Board.

23 Director Dabney, would you like to make  
24 any statements?

25 MR. DABNEY: Yeah. I am just glad I got

1 reelected and I am here to serve the community and do  
2 what's in the best interest of the community.

3 MR. KENNEDY: Thank you, sir.

4 Director Summers?

5 MR. SUMMERS: I just want to say thank you  
6 for electing me. I will do my best to do my part for the  
7 community.

8 MR. KENNEDY: Thank you, sir.

9 All right. We will go right into the  
10 first item on here is the election of officers, so we  
11 will go straight into the election for the President.

12 MR. GOULET: I make a motion to elect  
13 Daryl Lynchard as President.

14 MR. SUMMERS: I second that motion.

15 MR. KENNEDY: We have a second. Do we  
16 have any further discussions?

17 (NO AUDIBLE RESPONSE.)

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

19 MR. GOULET: Aye.

20 MR. SUMMERS: Aye.

21 MR. DABNEY: Aye.

22 MR. LANIER: Aye.

23 MR. TERASA: Aye.

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

25 (NO AUDIBLE RESPONSE.)

1 MR. KENNEDY: Motion carries.  
2 Director Lynchard, you are now President.  
3 MR. LYNCHARD: Oh, boy, I have got to do  
4 the rest of this stuff?  
5 MR. KENNEDY: Yes, sir.  
6 MR. LYNCHARD: Do I hear any nominations  
7 for Vice President?  
8 MR. GOULET: I make a motion to nominate  
9 James Dabney as Vice President.  
10 MR. SUMMERS: I second that motion.  
11 MR. LYNCHARD: Any other nominations?  
12 (NO AUDIBLE RESPONSE.)  
13 MR. LYNCHARD: All those in favor say  
14 "Aye"?  
15 MR. GOULET: Aye.  
16 MR. SUMMERS: Aye.  
17 MR. TERASA: Aye.  
18 MR. LANIER: Aye.  
19 MR. KENNEDY: Aye.  
20 MR. LYNCHARD: Any opposed?  
21 (NO AUDIBLE RESPONSE.)  
22 MR. LYNCHARD: Motion carries.  
23 Do I hear any nominations for Secretary  
24 Treasurer?  
25 MR. GOULET: Mr. President, I make a

1 motion to nominate Grant Summers as Treasurer Secretary.

2 MR. SUMMERS: I second that motion.

3 MR. LYNCHARD: Are there any other  
4 nominations?

5 MR. WILLIAMSON: As a matter of process,  
6 you need to have somebody else second the motion --

7 MR. LYNCHARD: Oh, yeah.

8 MR. WILLIAMSON: -- since he was the one  
9 nominated.

10 MR. LYNCHARD: Since he was nominated.

11 MR. KENNEDY: Do we have a second?

12 MR. WILLIAMSON: Does another Director  
13 wish to second it?

14 MR. LANIER: I will second it.

15 MR. LYNCHARD: Are there any other  
16 nominations?

17 (NO AUDIBLE RESPONSE.)

18 MR. LYNCHARD: All those in favor say  
19 "Aye"?

20 MR. GOULET: Aye.

21 MR. DABNEY: Aye.

22 MR. TERASA: Aye.

23 MR. KENNEDY: Aye.

24 MR. LANIER: Aye.

25 MR. LYNCHARD: Any opposed?

1 (NO AUDIBLE RESPONSE.)

2 MR. LYNCHARD: Motion carries.

3 Congratulations.

4 Current check signers are Kevin Lanier,  
5 Mark Miller, Rob Williamson, and Clinton Wells. We will  
6 definitely need one another.

7 MR. GOULET: I can be a check signer, Mr.  
8 Lynchard. I am pretty accessible.

9 MR. LYNCHARD: Kevin, do you want to stay  
10 on as a check signer?

11 MR. LANIER: Yeah. I am fine with that.

12 MR. LYNCHARD: Okay. So --

13 MR. KENNEDY: So would you make a motion  
14 to -- it looks like we need to remove Mark Miller;  
15 correct?

16 MR. LYNCHARD: Yes.

17 MR. KENNEDY: All right. So I would --  
18 the only thing is we are just adding Director Goulet?

19 MR. LYNCHARD: Yes.

20 MR. KENNEDY: All right. So I make a  
21 motion to remove Mark Miller and add Director Goulet in  
22 check signer's authorization.

23 MR. TERASA: Second.

24 MR. LYNCHARD: All those in favor say  
25 "Aye"?

1 MR. KENNEDY: Aye.

2 MR. TERASA: Aye.

3 MR. DABNEY: Aye.

4 MR. LANIER: Aye.

5 MR. SUMMERS: Aye.

6 MR. LYNCHARD: Any opposed?

7 (NO AUDIBLE RESPONSE.)

8 MR. LYNCHARD: Motion carries.

9 So strike Mark and add Will.

10 Committee Chairs. Currently, we have a  
11 personnel and a Club at Hidden Creek committees.

12 MR. GOULET: If you want me to do the  
13 personnel, I will do that, Daryl.

14 MR. LYNCHARD: Okay.

15 MR. DABNEY: Is that going to be for both  
16 Hidden Creek and here? How does that work now? The golf  
17 course is new to me.

18 MR. TERASA: That's a separate committee.

19 MR. DABNEY: That's a separate committee?

20 MR. LYNCHARD: So we have got the  
21 personnel committee up right now.

22 MR. KENNEDY: And I believe Yvonne Harper  
23 was chair of the personnel; is that correct?

24 MR. LYNCHARD: Yes. That is correct.

25 Any other nominations? Do we have a

1 second?

2 MR. KENNEDY: Who was --

3 MR. DABNEY: So it will be a motion to  
4 make Will the personnel director for committee chair for  
5 personnel. So we just need someone voted in?

6 MR. LYNCHARD: Do we vote the committee  
7 chairs? Or do I just pick them?

8 MR. GOULET: I think you just appoint  
9 them. It's just appointed.

10 MR. LYNCHARD: Okay. I appoint Will  
11 Goulet to the personnel committee.

12 MR. TERASA: Mr. President, I would be  
13 glad to stay on as the chair for the Club at Hidden Creek  
14 if that's okay?

15 MR. LYNCHARD: Do we have anyone else that  
16 would like to be on the Club at Hidden Creek?

17 MR. GOULET: If I could, I would like to  
18 co-chair that with Fred. If I could be part of that,  
19 also, that would be fine.

20 MR. DABNEY: That's what I was going to  
21 ask is can you have two?

22 MR. LYNCHARD: That will work.

23 MR. GOULET: I could co-chair, if that's  
24 fine with Fred.

25 MR. LYNCHARD: That sounds good. Then, we



1 will have a chair and a co-chair for the golf course  
2 committee.

3 What other committees did we have?

4 MR. WILLIAMSON: We have had finance in  
5 the past, Mr. Chairman. Keep in mind, you can form  
6 committees at any time, Mr. Chairman.

7 MR. LYNCHARD: Okay. We will go with the  
8 personnel and the golf course committee tonight and we  
9 will announce other committees at the February meeting.

10 Fairpoint Representatives?

11 MR. LANIER: Daryl, I would like to do  
12 that this time.

13 MR. LYNCHARD: Okay. Any other?

14 MR. GOULET: You are going to stay on,  
15 aren't you, Daryl?

16 MR. LYNCHARD: I will, unless we have  
17 other Board members that would like to be on there.

18 MR. DABNEY: How many can be on there?

19 MR. LYNCHARD: Only two.

20 MR. GOULET: Then, there is a cycle and we  
21 get three.

22 MR. LYNCHARD: And we should receive our  
23 third member this year; correct?

24 MR. WILLIAMSON: I believe this is the  
25 cycle that would, if the Board wanted to replace -- it's

1 currently Director Garza who has been in two cycles now.

2 MR. LYNCHARD: Yes. We will definitely  
3 want to replace him. But that will -- I think that has  
4 to be a member at large. Correct?

5 MR. WILLIAMSON: Yes, sir.

6 MR. LYNCHARD: So not a Board Member.  
7 Would -- I would like to make Mark Miller our member at  
8 large for Fairpoint whenever it does come up. I'm not  
9 sure if that is going to be at the next meeting or the  
10 meeting afterwards. I know it will be at our annual  
11 meeting. When is that?

12 MR. WILLIAMSON: That's in March.

13 MR. LYNCHARD: March? So for our March  
14 meeting, I would like to make Mark Miller the member at  
15 large. And if Kevin would like to serve, correct, on  
16 Fairpoint?

17 MR. LANIER: Yes.

18 MR. LYNCHARD: That -- I am good with  
19 that. But I think that requires a Board vote. Correct?

20 MR. WILLIAMSON: Yes, sir.

21 MR. LYNCHARD: So --

22 MR. GOULET: I make a motion to approve  
23 Kevin Lanier, Daryl Lynchard, and Mark Miller as a member  
24 at large for the Fairpoint Board of representatives.

25 MR. DABNEY: I will second that.

1 MR. LYNCHARD: We have a motion and a  
2 second. All those in favor say "Aye"?

3 MR. GOULET: Aye.

4 MR. KENNEDY: Aye.

5 MR. DABNEY: Aye.

6 MR. SUMMERS: Aye.

7 MR. TERASA: Aye.

8 MR. LYNCHARD: Any opposed?

9 (NO AUDIBLE RESPONSE.)

10 MR. LYNCHARD: Motion carries.

11 Pension 401-K trustees. Currently, we  
12 have Mark Miller, Yvonne Harper, and Rob Williamson.

13 So we will need two Board members as  
14 trustees on the pension and 401-K.

15 MR. LANIER: I will take one of those  
16 slots if you need one.

17 MR. DABNEY: Can I get on with Kevin, if  
18 that's okay?

19 MR. LYNCHARD: Sounds good to me. That  
20 will require a vote of the Board, too; correct?

21 MR. GOULET: I make a motion for Kevin and  
22 James and Rob Williamson to be on the pension 401-K  
23 trustees.

24 MR. SUMMERS: I second that motion.

25 MR. LYNCHARD: We have a motion and a

1 second. All those in favor say, "Aye"?

2 MR. GOULET: Aye.

3 MR. SUMMERS: Aye.

4 MR. TERASA: Aye.

5 MR. KENNEDY: Aye.

6 MR. LYNCHARD: Any opposed?

7 (NO AUDIBLE RESPONSE.)

8 MR. LYNCHARD: Motion carries.

9 The Club at Hidden Creek authorized agent  
10 for the liquor license. Currently, our authorized agent  
11 is Mark Miller. Is there any nominations for that?

12 MR. WILLIAMSON: There is a registered  
13 agent and an authorized agent. The authorized agent is  
14 kind of a back-up. I currently serve as the registered  
15 agent. We need to replace Mark Miller as the authorized  
16 agent.

17 MR. KENNEDY: Is this the one that  
18 requires the fingerprints and background and all that?

19 MR. GOULET: James?

20 MR. DABNEY: I don't have a problem doing  
21 it. I have already got a current liquor license and I  
22 have personal liquor liability, so --

23 MR. WILLIAMSON: So Director Dabney?

24 MR. LYNCHARD: Correct. Do we need  
25 anything else on that one?

1                   MR. KENNEDY: Do we need to do a motion on  
2 that one?

3                   MR. LYNCHARD: I don't know. Do we need a  
4 motion and a second on that one?

5                   MR. GOULET: We can just for -- I make a  
6 motion to approve James Dabney as the authorized agent  
7 for the liquor license.

8                   MR. KENNEDY: Second.

9                   MR. LYNCHARD: Second. We have a motion  
10 and a second. Is there any further discussion?

11                   (NO AUDIBLE RESPONSE.)

12                   MR. LYNCHARD: None noted. All those that  
13 approve say "Aye"?

14                   MR. TERASA: Aye.

15                   MR. SUMMERS: Aye.

16                   MR. KENNEDY: Aye.

17                   MR. GOULET: Aye.

18                   MR. LANIER: Aye.

19                   MR. LYNCHARD: Any opposed?

20                   (NO AUDIBLE RESPONSE.)

21                   MR. LYNCHARD: Motion carries. James  
22 Dabney.

23                   MR. WILLIAMSON: Mr. Chairman, Secretary  
24 Summers has the list from the member forum at your  
25 convenience.

1                   MR. LYNCHARD: All right. Who do we have  
2 for the member forum?

3                   MR. SUMMERS: Mike Matthews and Donald  
4 Butler. Mike Matthews?

5                   MR. MATTHEWS: That's me.

6                   MR. SUMMERS: If you will step up to the  
7 microphone. You have got five minutes.

8                   MR. MATTHEWS: I am not sure where to  
9 start.

10                  MR. GOULET: If you could just state your  
11 name and address for the record?

12                  MR. MATTHEWS: Sure. My name is Mike  
13 Matthews, 2193 Bellmeade Circle, Navarre, Florida.

14                  I am a residential builder. In 2018, I  
15 came in to see Cory Snyder and explained to him the  
16 situation, the scenario that I had on some lots.

17                  And it started out with "Thanks for coming  
18 in. Wish more people did this. And it should work out  
19 fine."

20                  And there very quickly after, it went  
21 downhill fast to the point where Holley Navarre Water  
22 System said, "You are to perform all sewer lateral  
23 connections yourself."

24                  I would say good luck, but that would be  
25 stating it too nicely, I believe. So I say, "Okay. What

1 do I have to do?"

2                   And then, it gets to the point where I  
3 look at the bylaws and the contract on your old website  
4 and it states that you tell the State that you will  
5 perform utilities from the mainline to the property line,  
6 which is what I expected.

7                   And, again, I am to perform the work. So  
8 the current state is I perform the work. It is done.  
9 And I am trying to figure out how this doesn't happen to  
10 anybody else. Why I feel like my utility company should  
11 be providing me with these services?

12                   MR. GOULET: How many houses were there?

13                   MR. MATTHEW: There is one currently.  
14 There is going to be a total of three. So I purchased  
15 two lots. It's zoned R-2. I paid for one more lot to  
16 meet the County's density requirements, you know. What  
17 we have to pay for the lots, I am trying to maximize my  
18 dollar, you know.

19                   So there's one lateral. Because,  
20 apparently, when they installed the sewer system, you  
21 know, the code, the regulation probably was at -- the  
22 gist of it is if there was ever two homes on the lot,  
23 then they would split that single lateral.

24                   So my problem is that is in the same  
25 Crescent Shores subdivision, unrecorded subdivision,

1 other builders were allowed to split laterals at the same  
2 time that I was told that I couldn't. And when I brought  
3 it up, it was like a shrug of the shoulder, basically.

4 I am, like, "Come on."

5 And then, there is another current  
6 situation on the end of Palo Alto where first they told  
7 me it was a dedicated force main two-inch. Now, from the  
8 meeting I had yesterday, it's a two-inch line ran into a  
9 gravity manhole and another builder again, same builder,  
10 has put five or six homes on that same lot into the  
11 gravity.

12 So I asked, "Why, you know, if you do  
13 this, why was he allowed to do that?" I could write a  
14 book.

15 MR. GOULET: I am sorry for your  
16 frustration. On the first three lots you spoke about,  
17 have you already paid for water and sewer taps on all  
18 three of those?

19 MR. MATTHEWS: Yes. You are not allowed  
20 to pull a permit until you pay Holley Navarre Water  
21 System their impact fees. So I paid \$14,250 before I  
22 could start any work.

23 I asked to use the existing lateral on the  
24 first home. And then, "Hey, I will do what you want on  
25 the other two. Let me get started. Let me make my money



1 back, please."

2 MR. GOULET: Right.

3 MR. MATTHEWS: It was, "Absolutely not.  
4 That lateral goes to that center lot."

5 I said, "Just let me pull it back to the  
6 runway and feed that other house."

7 It was "No. All laterals will go straight  
8 to the house. If you are going to start, you are going  
9 to start on the middle."

10 I am, like, "Come on, man. I am the  
11 little guy. You are wearing me out."

12 And so, then ultimately, I ran down the  
13 street, built another house, came back under the  
14 assumption that I could build that one.

15 But then, again, "No." I can only build  
16 the one in the middle. But the lay of the land with, you  
17 know, five foot lot line, I need to start on the end.  
18 Anyways, so, yes, I paid for the taps.

19 And in the meantime, I was told that I was  
20 not going to get water service until they were completely  
21 satisfied with the sewer service. So I complete the  
22 sewer.

23 And I am, like, "Hey, where is my water?"

24 And it's, "Oh, I forgot to do that."

25 MR. DABNEY: Was this under a corporation

1 name? Or was it under an individual? Did you file the  
2 tap fees? Did you come for the corporation?

3 MR. MATTHEW: I don't know. I am -- I'm  
4 an LLC.

5 MR. DABNEY: Okay. What's the name of the  
6 business?

7 MR. MATTHEWS: Mike Matthews Landscaping,  
8 et cetera, LLC.

9 MR. TERASA: Who have you spoken to on our  
10 staff beyond --

11 MR. MATTHEWS: Rob Williamson, Cory  
12 Snyder, and this initially started with Paul Gardner  
13 through emails. And I have them.

14 They called this everything from a  
15 commercial subdivision to -- I asked them how could it be  
16 a commercial subdivision when it is residential.

17 And then, I got another -- basically, it  
18 looks like they just took out commercial out of the  
19 paragraph that I got in the email and now, it just says,  
20 "Residential subdivision." Same decree.

21 And I am, like, "It's not a subdivision.  
22 These are single family dwellings and" --

23 MR. DABNEY: Is that how the permit is  
24 pulled with the County?

25 MR. MATTHEWS: They were single family

1 dwellings, single family dwellings.

2 MR. TERASA: Rob, do you want to comment?

3 I mean --

4 MR. WILLIAMSON: You know, I mean, there  
5 is his side and then staff's side and somewhere in the  
6 middle is probably reality. This started back in, as  
7 Mr. Matthews said, back in September, October 2018.

8 The Board-approved guidelines were put  
9 into effect in September of 2018.

10 MR. MATTHEWS: I have an email from  
11 September of 2018, so I believe it started in September,  
12 not October.

13 MR. TERASA: Okay. But --

14 MR. WILLIAMSON: We met with Mr. Matthews  
15 before this and I told him that this meeting, typically,  
16 the Board was not prepared to conduct business and that  
17 we would not have support staff here.

18 And that if he wanted to speak to the  
19 Board on this item that we could be prepared for that at  
20 the February regularly scheduled Board meeting. It could  
21 be an agenda item. And the Board would have been  
22 briefed --

23 MR. MATTHEWS: Incorrect.

24 MR. WILLIAMSON: That's not true, Mike.  
25 We sat right here at this table --

1                   MR. MATTHEWS: You told me February -- you  
2 told me February you would have agenda set for me? You  
3 told me you would not set an agenda for me.

4                   And I said, "That's okay, Rob. I will  
5 come to the Board meeting and I will talk to the Board."

6                   MR. WILLIAMSON: Obviously, we don't have  
7 senior staff here for a Board reorganization meeting. We  
8 told -- Cory and I met with Mr. Matthews, and we told him  
9 that regular business was not conducted at this meeting,  
10 and that we would put this on or that he could come to  
11 the member forum and speak to the Board about this item  
12 at the February Board meeting.

13                   That would have given us time to brief the  
14 Board on this item. Since this has been going on for  
15 quite some time. Cory has a much different perspective  
16 on this. And, bottom line, Cory is administering the  
17 Board-approved policies and the DEP statutory  
18 requirements that require there to be a lateral to go to  
19 each individual lot -- that the lots couldn't be split  
20 up.

21                   This isn't an arbitrary decision that  
22 could be made by Cory, to, one, go against policy, but,  
23 two, to go against DEP regulations. So like I said, Cory  
24 is not here to speak and give more detail on this.

25                   We would like to be able to brief the

1 Board on this and we were not prepared to do that this  
2 evening.

3 MR. GOULET: So Mr. President --

4 MR. LYNCHARD: Yes.

5 MR. GOULET: -- do you have a copy of the  
6 bylaws with you that specifies on the utility  
7 providing --

8 MR. LYNCHARD: I believe he does.

9 MR. DABNEY: I think they are on this  
10 packet.

11 My question would be: Has there been an  
12 amendment to the Articles of Incorporation that we had  
13 saying that customer -- because what I read, it says,  
14 "Shall be paid by the corporation."

15 Has that been amended in your -- you said  
16 2018 of September?

17 MR. WILLIAMSON: The policy and guidelines  
18 were amended for the Water System. They were voted and  
19 approved to be the new guidelines and policy put it place  
20 and I believe that was in September 2018.

21 And I am going from memory here. Here,  
22 again, trying to do this on the fly. Staff was not  
23 prepared to discuss this item tonight, and so, we have  
24 not had the opportunity to prepare any brief for the  
25 Board. So I am not really prepared to really answer a

1 lot of questions or to try to give any accurate  
2 information.

3 MR. GOULET: I just feel --

4 MR. MATTHEWS: While I am here to ask the  
5 question, because as I read the bylaws:

6 "The corporation will provide the customer  
7 said utility service from the main line to the property  
8 line."

9 So then, in the last page here, it states  
10 that you, Holley Navarre, can make amendments to the work  
11 agreement as long as you don't break the contract to the  
12 State.

13 So then, this should give you time, right,  
14 to find out if the contract to the State is broken by not  
15 performing these services to your customer.

16 MR. WILLIAMSON: Mr. President, it seems  
17 like this would be something for a licensed engineer to  
18 answer since he and Phil are going to know what the law  
19 is.

20 MR. LYNCHARD: I believe it would be,  
21 other than bylaws issues. We can make rules as a Board.  
22 We can't make rules that violate our bylaws. We can only  
23 amend the bylaws and that's by a vote of the members.

24 So I don't know the current situation,  
25 just like you said, and -- but if what we have asked this

1 gentleman to do violates our bylaws, regardless of  
2 whether our rules that have been passed by the Board --  
3 and I was on the Board in 2018. If we passed the -- I am  
4 not going to say that we didn't pass the rules because we  
5 probably did. But I can assure you that the Board wasn't  
6 notified that the rules violated the bylaws.

7 MR. DABNEY: Is this the first time it has  
8 been brought to the Board that you guys know of?

9 MR. LYNCHARD: That I know of, it is.

10 MR. GOULET: I don't ever remember getting  
11 this before. Is the first time you came to the Board?

12 MR. MATTHEWS: Yes. I never had to be  
13 here. I tried to meet with them in the very beginning in  
14 2018, and, you know, come to some working relationship,  
15 you know, I mean, you are the utility company.

16 You have the equipment. You have the  
17 dewater and stuff. You have all this stuff. Let's come  
18 up with a plan.

19 And nobody ever would give me a meeting.  
20 They just brushed it off. And, basically, were, like,  
21 "Here you go." And I have to go to work, so I had to get  
22 this done.

23 MR. DABNEY: So you started in 2016?

24 MR. MATTHEWS: 2018.

25 MR. LYNCHARD: '18.

1 MR. DABNEY: There was something brought  
2 up about Paul Gardner in 2016?

3 MR. MATTHEWS: He was the initial person  
4 that said that come to the conclusion that Holley Navarre  
5 was not going to -- Holley Navarre Water System was not  
6 going to perform this work.

7 MR. KENNEDY: Mr. President, I mean -- and  
8 you are a very important member of the community and we  
9 recognize that. But even from myself, I don't feel that  
10 we have enough information to make any determination.

11 MR. MATTHEWS: No. Yeah.

12 MR. LYNCHARD: I don't believe that we do.

13 MR. MATTHEWS: I wouldn't want you to. I  
14 am just presenting my case for my situation to the Board  
15 so that you guys are aware of it because I wasn't getting  
16 anywhere with Rob and Cory.

17 MR. TERASA: Let me ask one other  
18 question. Okay. You started this in 2018. You know,  
19 it's about two years ago -- 15 months ago. Do you have  
20 water today?

21 MR. MATTHEWS: Yes. So there was an  
22 existing trailer there, you know, and so, I had water and  
23 that one lateral. Just the way the project worked out, I  
24 needed to start on the end, you know, so, yes, I have  
25 always had water, but it's a long story. I don't want to



1 put you to sleep.

2 MR. TERASA: Yeah. As Mike said, we can't  
3 solve this tonight --

4 MR. LYNCHARD: That's right.

5 MR. TERASA: -- but we need to look into  
6 it very expeditiously. I think we have got to get staff  
7 involved in it.

8 MR. MATTHEWS: If Joe Blow came from out  
9 of state and bought a lot in that subdivision, they would  
10 say, "Sewer is available."

11 He drags his mobile home, whatever. Do  
12 you know that I am saying? Comes down there and builds  
13 him a house and sets his house up and goes, "Oh, wow,  
14 sewer is really not available, is it, because it is going  
15 to cost quite a bit of money to hook into the sewer  
16 system because the sewer company won't do it for me."

17 And you would expect that from your sewer  
18 company or utility company.

19 MR. DABNEY: Mike, what initially were  
20 the -- I guess Keith may know some input on this or Rob  
21 will definitely know -- what were the tap fees initially?  
22 Was that -- the tap fees were not made to pay for the  
23 lines being brought?

24 MR. MATTHEWS: It's for the right to  
25 use.

1                   MR. WILLIAMSON: It's for the capacity.  
2 It's for reserving the capacity.

3                   MR. KENNEDY: He did that himself.

4                   MR. DABNEY: So it is really not a tap  
5 fee. It is a --

6                   MR. MATTHEWS: I tried to do face-to-face  
7 with these people to get to some arrangement that wasn't  
8 so punitive, you know, one-sided.

9                   And it just was, "That's the only way you  
10 are going to get this done. And that's it." And it's  
11 rather shocking.

12                   Again, especially when you see other  
13 people build in the same subdivision without any of the  
14 same --

15                   MR. DABNEY: Would you be opposed to us  
16 putting it on the February agenda?

17                   MR. MATTHEWS: No. I would not. I am  
18 just --

19                   MR. DABNEY: I would -- I am definitely  
20 new, but I am not new to the Water System. I was here  
21 for three, I think three years currently.

22                   MR. LYNCHARD: I would actually like to do  
23 one better than that, James. I would like to direct  
24 staff to work with Mr. Matthews to come to a resolution  
25 on this issue and also ensure that it doesn't happen to

1 anyone else going forward.

2 If whatever -- whatever resolution is, we  
3 will all know what it is.

4 MR. DABNEY: I think we need to get  
5 clarification according to the bylaws.

6 MR. LYNCHARD: Yes. Exactly.

7 MR. DABNEY: That would be my thought.  
8 Based off of the Articles of Incorporation.

9 MR. MATTHEWS: Because, to me, it seems  
10 like you are breaking your rule, I mean, if you --

11 MR. LYNCHARD: Exactly. And I would like  
12 for staff to work with you to come to a resolution and  
13 for you to come to the Board meeting and --

14 MR. MATTHEWS: I'm very accessible. I  
15 mean, it's --

16 MR. LYNCHARD: Or stop by the shop  
17 again.

18 MR. MATTHEWS: That's about it.

19 MR. WILLIAMSON: Just so the Board is  
20 aware, his request is for restitution to have us repay  
21 the entire amount of the impact fees that were paid. And  
22 that's when I told him he would have to come to the  
23 member forum and address the Board -- that that went  
24 against Board-approved policy, and it's something that I  
25 couldn't approve.

1                   And we would suggest that maybe we could  
2 ask Keith to evaluate if the current policies are in  
3 violation of the bylaws or if that is superceded by State  
4 law, just kind of where we are legally, because I am not  
5 sure, either.

6                   MR. LYNCHARD: Well, I would never suggest  
7 that we refund the impact fees, because the -- and  
8 whenever we talk about impact fees, I am assuming we are  
9 talking about tap fees.

10                  MR. WILLIAMSON: Yes, sir.

11                  MR. LYNCHARD: Everybody has to pay a tap  
12 fee. I am talking about if there was any additional  
13 costs that the gentleman had that he shouldn't have had  
14 under our bylaws.

15                  MR. DABNEY: So who initially installed  
16 the reminder of the sewer?

17                  MR. MATTHEWS: I did.

18                  MR. DABNEY: And the water, also?

19                  MR. MATTHEWS: No. The Water Department.

20                  MR. DABNEY: Water was there -- came to  
21 the door?

22                  MR. MATTHEWS: Yeah. Buddy came out and  
23 knocked it out, apologized profusely, thought it was  
24 unnecessary. It's not his fault.

25                  MR. LANIER: Just for my clarity, the

1 Water Department brought the service line for the water  
2 to the property line but not the sewer?

3 MR. MATTHEWS: Correct.

4 MR. LANIER: Is that what you are saying?

5 MR. MATTHEWS: Correct. But it's  
6 always -- the sewer is always the issue. It's not the  
7 water.

8 MR. LANIER: And that's part of the  
9 problem with bylaws is that they were written prior to us  
10 having sewer, I believe, so --

11 MR. LYNCHARD: Yeah.

12 MR. LANIER: And they only addressed the  
13 water lines and not the sewer --

14 MR. MATTHEWS: Then, you are not allowed  
15 by State statute -- and this is my statement to Rob the  
16 other day -- "It feels like you are using State statute  
17 and not performing any work. Sewer is available. Can't  
18 go septic."

19 Call the County and say, "What about  
20 septic?"

21 And they are, like, "You are going about  
22 waste 500 bucks on a septic permit because we are not  
23 going to issue it because you have got sewer available."

24 Sewer is not available, really. I mean,  
25 how do you want to look at it? Yeah. It's in the middle

1 of the road, but, you know, I didn't know that was my  
2 responsibility to hook myself up to Holley Navarre's  
3 sewer system.

4 MR. DABNEY: Kevin, in the bylaws, does it  
5 stipulate water separately? Or does it talk about the  
6 distribution pipe? Or does it talk about the  
7 sewage pipe?

8 MR. MATTHEWS: Yeah.

9 MR. DABNEY: So there's your open-ended --

10 MR. MATTHEWS: Yeah.

11 MR. DABNEY: It says the same thing in the  
12 Articles of Incorporation.

13 MR. MATTHEWS: Well, I mean, now, they are  
14 in the sewer business, right, so --

15 MR. LANIER: Unless the bylaws say,  
16 because they are not included by proxy. They have to be  
17 approved by the membership. We don't have the authority  
18 to be able to change it.

19 MR. LYNCHARD: I think at the end of the  
20 day he needs to get with staff and we need to come up  
21 with a resolution by the next Board meeting.

22 MR. LANIER: Mr. President?

23 MR. LYNCHARD: Yes, go ahead.

24 MR. LANIER: Can we, as a group, develop a  
25 policy before -- if a member wants to appeal a decision

1 so that there is a process already in place so that staff  
2 knows what their part in this is, what the Board's part  
3 in it is, and then, we will have a set of guidelines to  
4 use to make sure that everyone is --

5 MR. GOULET: In the --

6 MR. LYNCHARD: Most definitely.

7 MR. GOULET: In the past, a member has  
8 always had the ability to call up and talk to senior  
9 staff or the manager, the CEO, and request to be put on  
10 the agenda for the next meeting. And then, what that  
11 person would do at the Water System --

12 MR. MATTHEWS: I tried that.

13 MR. GOULET: -- would notify all the Board  
14 members and then they would put a packet together for us  
15 and then they would show up to the meeting like he has  
16 here and we would be prepared for it.

17 MR. LANIER: And that would avoid the  
18 situation we are in right now --

19 MR. GOULET: That's how it would happen.

20 MR. MATTHEWS: We already tried that.

21 MR. LANIER: We are sitting here  
22 flat-footed without the ability to fill in the gap.

23 MR. KENNEDY: Kevin, you are talking about  
24 having a policy if Mr. Matthews wants to be able to  
25 present something like this, you would fill it out ahead

1 of time so that everybody would be prepared.

2 MR. LANIER: There is a process in order  
3 to get it on the agenda. What needs to happen prior to  
4 that --

5 MR. GOULET: Well, simple. Put a page on  
6 the Internet and they can send it into us on the website.

7 MR. LANIER: And that way, the Board is  
8 not circumventing staff and staff is not trying to work  
9 around keeping anything secret from the Board. But it's  
10 getting back to working together instead of, you know,  
11 the adversarial situation.

12 MR. LYNCHARD: Yes. Most definitely. I  
13 agree with that and I think that the Board should develop  
14 something like that.

15 MR. KENNEDY: So, Mr. President, do we --  
16 are we directing Keith also to -- as an actual direction  
17 to follow-up between the two inconsistencies?

18 MR. DABNEY: I think that was  
19 recommended --

20 MR. LYNCHARD: Was that recommended?

21 MR. DABNEY: Rob recommended that. And  
22 then, yes, I would definitely --

23 MR. KILPATRICK: I was taking notes on it.  
24 I am good to go.

25 MR. GOULET: I would make a motion for



1 Keith and staff to work with Mr. Mike Matthews to develop  
2 a feasible option by the next Board meeting in  
3 February.

4 MR. LYNCHARD: Do I have a second?

5 MR. DABNEY: I will second.

6 MR. LANIER: I am not sure modifying the  
7 agenda -- that open forum is appropriate under Robert's.  
8 I mean, we can direct staff, but I think making a motion  
9 is inappropriate.

10 MR. LYNCHARD: Then, let's direct staff to  
11 do it then.

12 MR. TERASA: Mr. Matthews --

13 MR. MATTHEWS: Sir?

14 MR. TERASA: You started the process of  
15 developing this area in September of '18?

16 MR. MATTHEWS: Yes, sir.

17 MR. TERASA: So how far along are you in  
18 that first house?

19 MR. MATTHEWS: I have texture on the  
20 sheetrock and some siding on the outside.

21 MR. TERASA: Okay. So completion date is  
22 when --

23 MR. MATTHEWS: Three more months,  
24 hopefully.

25 MR. TERASA: So we haven't held up the

1 sale of anything, but --

2 MR. MATTHEWS: No. No. No. I still have  
3 a lot to do.

4 MR. TERASA: I see your consternation. I  
5 think we are now at a point we can get staff and we will  
6 understand better the legal aspect of the things you  
7 brought to us. We really appreciate you coming forward.

8 MR. LYNCHARD: But just --

9 MR. MATTHEWS: Yeah. I had tried, when I  
10 went to see Rob -- I am trying to say this correctly --  
11 and asked to be put on the agenda, I was threatened that  
12 if I did so, that he would make it very bad for me. And  
13 I would find that very hard for somebody else who is  
14 trying to work with staff to talk to the Board.

15 That's how I was explained of how I would  
16 be able to talk to the Board --

17 MR. WILLIAMSON: It was Mr. Matthews that  
18 was the one that was threatening, saying that he was  
19 going to bring this to the Board so he could get  
20 something done and would not answer questions, would not  
21 be responsive, and that's just --

22 MR. MATTHEWS: That's fine.

23 MR. LANIER: Did we ever contact Mr.  
24 Matthews?

25 MR. WILLIAMSON: We will do our best to

1 work with Mr. Matthews and we will provide the Board with  
2 a complete brief going back to the emails from Mr.  
3 Gardner.

4 MR. MATTHEWS: If I asked to get on the  
5 agenda, then he has time to work his defense plan into  
6 play before he presents it, you know, I mean --

7 MR. LANIER: That's only fair, I mean. We  
8 want to hear staff's side. We want to hear your side.

9 MR. DABNEY: I would definitely say let us  
10 get all the parts and pieces together, you know, Kevin  
11 and --

12 MR. MATTHEWS: If that's the way you want  
13 to look at it, it's --

14 MR. WILLIAMSON: I didn't want somebody to  
15 come and ambush the Board. I wanted to have the Board be  
16 prepared so it can make an informed decision, so what  
17 happened tonight wouldn't happen.

18 MR. MATTHEWS: I was asked if I was going  
19 to continue to build in the area, what was that in  
20 reference to?

21 MR. WILLIAMSON: I have no idea what he is  
22 talking about.

23 MR. GOULET: We will make sure the  
24 Board -- that it's fair and --

25 MR. MATTHEWS: I should have had a

1 recorder on is what I was saying --

2 MR. GOULET: We will make sure it gets  
3 heard fairly and we appreciate you coming tonight.

4 MR. LYNCHARD: Thank you, Mr. Matthews.  
5 Who is next on the --

6 MR. SUMMERS: The next up is Donald  
7 Butler. Please stand up. You have five minutes. State  
8 your name and address.

9 MR. BUTLER: Yeah. My name is Donald  
10 Butler, 4700 Riverrun Road in Navarre. I was at the  
11 Tuesday meeting. And I did bring this subject up about  
12 the hook-up to my sewer was denied. And the reason it  
13 was denied that was given to me was because Holley  
14 Navarre Water wouldn't know what to charge me based on my  
15 water usage, which was a very thin argument.

16 Anyway, I was told by the Board to email  
17 the Board and present all my information at that time. I  
18 have done so. I did so that very evening. It's been two  
19 days, and there's not been a phone call. There's not  
20 been an email, nothing has been done, as far as I can  
21 tell. So I am here again to show myself to the  
22 Board that --

23 MR. TERASA: I haven't seen it, sir.

24 MR. LYNCHARD: I hadn't seen it.

25 MR. TERASA: And this is part of our

1 problems that this Board should not be addressing your  
2 problem directly. We need to get staff involved --

3 MR. BUTLER: I had staff involved, sir. I  
4 talked to Mr. Cory Snyder. He and I emailed back and  
5 forth on several occasions.

6 MR. TERASA: Well, again --

7 MR. LYNCHARD: Director Terasa, we have  
8 Board -- we have members that come up here when they have  
9 problems. Whenever they have problems with staff, they  
10 bring it the Board and that is our job is take care of  
11 our members.

12 So this gentleman came up at the last  
13 meeting and he was told to email us at  
14 bod@holleynavarrewatersystem.com, (sic) I believe it was.  
15 I haven't seen that email, so --

16 MR. WILLIAMSON: Since that night, we have  
17 been working on it --

18 MR. BUTLER: It sent on mine --

19 MR. LYNCHARD: So it said send on yours.  
20 It didn't receive on mine. I am not sure if it was  
21 received on any other Board member's email, but this is  
22 the proper forum for him to be at, in my opinion.

23 MR. TERASA: And I appreciate what you are  
24 saying, believe me, okay, because we are the ultimate  
25 folks to handle things. But in your conversation the

1 other night, I don't remember you complaining about staff  
2 other than the decision they made.

3 MR. BUTLER: Right. And the decision they  
4 made, I mean, I said at the other meeting that I was more  
5 than willing to work with you guys any way possible. I  
6 mean, even to the point of putting a meter on the sewer,  
7 you know. I want -- I want to be fair and I want to be  
8 your customer, you know.

9 And you guys are going to make money based  
10 on me. And quite literally, there is going to be far  
11 more water usage at my storage facility than there ever  
12 will be sewer. If you are charging just on the water  
13 usage, then you guys are getting paid for the sewer and I  
14 am not even using it.

15 MR. DABNEY: You have RV and boat?

16 MR. BUTLER: I have boat, RV storage and  
17 the sewer tap was there to be a dump-out for my customers  
18 and my customers only. So that when they went on a trip,  
19 they could come back. They could dump out. They could  
20 store their RV right there. They didn't have to go to an  
21 alternative facility.

22 MR. DABNEY: I remember vaguely you said  
23 it was -- it wasn't too far from here the other day.

24 MR. BUTLER: No. It's literally a half  
25 mile down 399 from here.

1                   MR. WILLIAMSON: We will follow-up within  
2 him tomorrow.

3                   MR. LYNCHARD: Please do so.

4                   MR. WILLIAMSON: We will follow-up with  
5 him tomorrow morning, and I know that Cory has been  
6 working on this since the meeting, but somehow it got  
7 dropped that we didn't reply to you, but I can tell you  
8 staff has been working on it, but I will be in contact  
9 with you first thing tomorrow morning.

10                  MR. LYNCHARD: Thank you.

11                  MR. BUTLER: All right, Mr. Williamson.

12                  It was basically Cory and Mr. Williamson  
13 that denied the sewer tap to begin with, so --

14                  MR. WILLIAMSON: Here, again --

15                  MR. BUTLER: I have no other option but to  
16 come before you guys and explain my position and again  
17 reiterate I will be paying for the tap. I will be paying  
18 for the water and the sewer tap and I will be a steadfast  
19 customer from here until the end of time.

20                  MR. LYNCHARD: We are sure you will.

21                  MR. BUTLER: So Holley Navarre Water is  
22 going to keep making money off of me. That's never going  
23 to be a problem. And I have future properties that I  
24 will endeavor to develop as well and I want a good  
25 working relationship with this Board and with this Holley

1 Navarre Water System.

2 MR. TERASA: And I don't want you to think  
3 I was upset with you bringing it to the Board. My point  
4 is, and my opinion, and staff has obviously got to make  
5 it right ultimately. That's what we have directed to do.

6 And that -- we did do that and we said  
7 send us this material. I think we need to give it back  
8 to staff. And I believe that we had directed Rob -- you  
9 probably would have made a phone call -- so that was my  
10 point -- nothing against you and --

11 MR. KENNEDY: Mr. President --

12 MR. MATTHEWS: I am at a loss right now --

13 MR. TERASA: Sure.

14 MR. MATTHEWS: -- because Mr. Williamson  
15 is saying, "Well, we are working on it, sir," but then,  
16 the email that I sent you guys, you didn't get. Why is  
17 he working on it if he never received it?

18 MR. WILLIAMSON: We are working on it as a  
19 result of you coming to the Board the other night, sir.

20 (EVERYONE SPEAKING OVER EACH OTHER.)

21 MR. TERASA: Being proactive, in my  
22 opinion.

23 MR. LYNCHARD: Maybe we can give the  
24 gentleman a better email address for us as a Board.

25 MR. KENNEDY: Well, it should be --



1 MR. LYNCHARD: Because I was kind of at a  
2 loss --

3 MR. LANIER: It should be b-o-d. I  
4 remember you taking the notes --

5 MR. KENNEDY: Yes, sir. It's  
6 bodhnws-fl.com -- but did we receive that? We will  
7 follow up on the email.

8 MR. WILLIAMSON: I will verify.

9 MR. KENNEDY: Mr. President --

10 MR. LYNCHARD: Go ahead.

11 MR. KENNEDY: If I understand, Mr. Butler,  
12 this is a boat and RV storage?

13 MR. BUTLER: It's a boat and RV storage,  
14 and it's not a -- it's by no means a campground. It's  
15 not going to be a campground. It's a boat and RV  
16 storage. And this dump-out station is going to be put in  
17 as a perk to my customers.

18 MR. KENNEDY: So I guess for the Board and  
19 maybe for my benefit in the future, if this is going to  
20 be similar to septic, it's a bigger discussion, I would  
21 assume.

22 MR. LYNCHARD: Well, I would do -- you  
23 know, the only --

24 MR. BUTLER: I can't put a septic tank  
25 there because there is a water -- a sewer line going

1 right past the property.

2 MR. LYNCHARD: Okay. Okay.

3 MR. DABNEY: And there is a difference  
4 between the two, so --

5 MR. LYNCHARD: Okay. Let me speak --  
6 okay. I agree with you, Mike -- Mr. President earlier --  
7 I keep trying to say that.

8 But we do have boat and RV parks here --  
9 or we have RV parks here in Navarre that we do provide  
10 sewer to already.

11 MR. BUTLER: That's correct. And there is  
12 a much higher usage at those parks. But with sewer,  
13 because anybody off the road can just pull in there,  
14 dump, and never use a drop of water. Okay.

15 So they are getting free sewer or you guys  
16 are paying for their dump-out. Any way you look want to  
17 at it, I am willing to pay for everything that I want.

18 MR. LYNCHARD: We will take care of it  
19 with -- staff will get with you. And I hope we can get  
20 that email from you so we can work on it and we will have  
21 a resolution before the next Board meeting.

22 MR. BUTLER: hnws-fl.com?

23 MR. LYNCHARD: Yes, sir.

24 MR. BUTLER: That's who I sent it to. And  
25 every email I sent to any other place on the planet, they

1 get it, so I am kind of at a loss as to how you guys  
2 didn't get my email.

3 MR. LYNCHARD: I'm sorry. You can come  
4 over to my office tomorrow and I will show you my email  
5 on my computer. You can see where I didn't get it.

6 MR. BUTLER: Okay.

7 MR. TERASA: All right. Thank you, sir.

8 MR. LYNCHARD: So but -- thank you.

9 MR. GOULET: Mr. President, I would like  
10 to recommend a personnel meeting Monday at 6:00 p.m. for  
11 the Board of Directors. I have some questions that I  
12 would like to talk to the Board about.

13 MR. LYNCHARD: Okay.

14 MR. TERASA: I'm not available Monday at  
15 6:00 p.m.

16 MR. LYNCHARD: I believe we have to have  
17 48 hours' notice; correct?

18 MR. DABNEY: Yes.

19 MR. LYNCHARD: I believe that would be 48  
20 hours from today. So Monday would be plenty of time.

21 MR. KENNEDY: Yes.

22 MR. LYNCHARD: You are not available at  
23 what time on Monday?

24 MR. TERASA: We have another meeting now?

25 MR. GOULET: I have got personnel

1 questions I need to ask at the meeting.

2 MR. LYNCHARD: A personnel committee  
3 meeting.

4 MR. DABNEY: What day are you available?  
5 What day are not you available?

6 MR. LYNCHARD: What day are you available,  
7 Fred?

8 MR. TERASA: What's an alternative date  
9 you want me?

10 MR. LYNCHARD: I am asking you what your  
11 alternative date is.

12 MR. TERASA: I might be available Tuesday.

13 MR. LYNCHARD: Tuesday. Okay. What time?

14 MR. WILLIAMSON: That's a Fairpoint Board  
15 meeting.

16 MR. LYNCHARD: Yeah. It would be the  
17 Fairpoint Board meeting, but that's at 3:30.

18 MR. WILLIAMSON: It's at Midway.

19 MR. LYNCHARD: Yeah. Midway.

20 No. That one is in Gulf Breeze; isn't it?

21 MR. WILLIAMSON: No. It's at Midway.

22 MR. LYNCHARD: So what time?

23 MR. GOULET: How about 6:00 p.m.?

24 MR. LYNCHARD: 6:00 p.m.?

25 MR. GOULET: 6:00 p.m. is fine.

1 MR. LYNCHARD: 6:00 p.m. next Tuesday,  
2 then.

3 MR. TERASA: Okay.

4 MR. WILLIAMSON: The 28th?

5 MR. LYNCHARD: Yes.

6 MR. DABNEY: Is that the 28th?

7 MR. LYNCHARD: Yes.

8 MR. DABNEY: Let me check my schedule.

9 No, I am good.

10 MR. LYNCHARD: Okay. Anything further to  
11 bring before the Board?

12 MR. DABNEY: So we are going to do  
13 Tuesday?

14 MR. LYNCHARD: I would have -- I do have  
15 one thing. In the Pensacola News Journal this morning,  
16 Amy Banks wrote an article. And at the end of her  
17 article, it says: "No discussions of piping into the  
18 City of Gulf Breeze reclaimed water system have been --  
19 have recently come back to the table."

20 At our January 6th meeting, this Board  
21 made a specific ruling that we would no longer be working  
22 with sending our reuse water to Gulf Breeze. And for  
23 this Board to find out in a newspaper article that our  
24 motion had not been followed is just absurd to me.

25 I don't get it. I understand that for the

1 email that I got yesterday, I have received several  
2 calls. Two weeks ago, whenever I started getting calls,  
3 I told the people that I was talking to that, "No, this  
4 is wrong. The Board made a motion that we would no  
5 longer be pursuing the Gulf Breeze review issue as was  
6 passed at the January 6th Special Board Meeting."

7 And it's just wrong. We have got a  
8 Pensacola News Journal article or a writer that knows  
9 more than this Board does about our Board business.

10 MR. TERASA: I have a question, Mr.  
11 President.

12 MR. LYNCHARD: What?

13 MR. TERASA: Was that directive by the  
14 Board conveyed to --

15 MR. WILLIAMSON: As I recall, as the  
16 meeting was adjourning and people were getting up to  
17 leave, I asked the Board members -- we had more one  
18 thing -- out of professional courtesy, so I could let the  
19 City of Gulf Breeze know -- where does the Board stand on  
20 the inter-connect with them?

21 And would it be okay for me to let Gulf  
22 Breeze know that our priority was going to be Gulf  
23 Breeze and we were no longer interested in pursuing that  
24 connect with Gulf Breeze.

25 And it was unanimous -- there was no

1 motion made or vote taken, but it was the Board generally  
2 accepting, yes, please let them know. We are no longer  
3 interested in that.

4 I -- as I put in my email, let the Board  
5 know that that is what I conveyed to the City Manager.  
6 After that, it was brought to our attention, while on a  
7 trip to Tallahassee meeting with the Executive Director  
8 of the Water Management of Northwest Florida, that  
9 funding could be available.

10 That funding could be more than two and a  
11 half million dollars and could reduce the price of the  
12 Eglin project saving members millions of dollars, as I  
13 put in the email to the Board.

14 I have taken no action that is  
15 inconsistent with the wishes of the Board. And I think a  
16 lot of times what you have in a newspaper article -- and,  
17 yeah, I would imagine that there is conversations going  
18 on behind the scenes with different stakeholders, the  
19 Water Management District being one, Samantha Abell being  
20 another, that they would like to keep that residential  
21 reuse program going.

22 MR. LYNCHARD: So why --

23 MR. WILLIAMSON: As I put, Mr. President,  
24 I was preparing a brief to come back to the Board. And I  
25 would imagine that if it was brought back to the Board

1 that -- well, you have what I laid out there.

2 MR. LYNCHARD: That's -- your rationale is  
3 very good. My question is: Why would a Pensacola News  
4 Journal reporter know more than our Board does?

5 MR. TERASA: How is he going to know?

6 MR. WILLIAMSON: Did they quote me?

7 MR. TERASA: I'm sorry. But how is he  
8 going to know that?

9 MR. LYNCHARD: So you did -- you did not  
10 mention this?

11 MR. WILLIAMSON: The Board has been  
12 informed of the exact same things on this project as  
13 anyone else has.

14 MR. LYNCHARD: Okay. The Board was  
15 informed last --

16 (SPEAKING OVER EACH OTHER.)

17 MR. WILLIAMSON: I even showed you the  
18 pictures of the meeting that we had in Tallahassee.

19 MR. LYNCHARD: The Board was informed  
20 last --

21 MR. WILLIAMSON: I don't know what more I  
22 can do, Mr. Chairman.

23 MR. LYNCHARD: The Board was informed  
24 yesterday that we would be -- that you had been pursuing  
25 the Gulf Breeze project. Correct?



1 MR. KENNEDY: Incorrect.

2 MR. TERASA: No. He did not --

3 MR. WILLIAMSON: That's not what I told  
4 the Board at all.

5 MR. LYNCHARD: Okay. So --

6 MR. TERASA: You know. You were there,  
7 Mike. I guess we can let Mike speak.

8 MR. KENNEDY: What this is --

9 MR. LYNCHARD: Let's just back this up.  
10 Okay. This is what I am looking at. The Board gave a  
11 directive -- the Board -- on January 6th --

12 MR. WILLIAMSON: Correct.

13 MR. LYNCHARD: -- that -- of this year,  
14 that we would no longer be pursuing the Gulf Breeze  
15 project. Is that correct or incorrect?

16 MR. WILLIAMSON: I think that's fair.

17 MR. LYNCHARD: Okay.

18 MR. WILLIAMSON: That we would not  
19 longer -- that you would not be interested in paying for  
20 an interconnect with Gulf Breeze.

21 MR. LYNCHARD: I don't think --

22 MR. GOULET: You said pursing.

23 MR. LYNCHARD: I said pursuing. Or I  
24 believe it was pursing. I will have to see those minutes  
25 that are -- that have been conveniently late so --

1                   MR. WILLIAMSON: What mistake do you feel  
2 that I made, Mr. Director?

3                   MR. LYNCHARD: I feel that you made a  
4 mistake in not informing the Board whenever you initially  
5 found out that you had additional -- that you had a  
6 possible different avenue.

7                   MR. TERASA: No --

8                   MR. LYNCHARD: I believe that --

9                   MR. WILLIAMSON: Well, then, I need to do  
10 better in informing the Board and I apologize. I guess  
11 when I came back from Tallahassee, I should have laid out  
12 every single thing that was discussed and I should have  
13 done so in a more timely fashion.

14                  MR. LYNCHARD: If there was anything -- if  
15 there was anything --

16                  MR. WILLIAMSON: Next time I have an  
17 opportunity to bring two and a half million dollars back  
18 to the rate payers, I will make sure to again inform the  
19 Board sooner. I hate that you had to hear about that in  
20 the News Journal. I will try to do better.

21                  MR. LYNCHARD: I appreciate your sarcasm.  
22 The question is --

23                  MR. TERASA: This is ridiculous.

24                  MR. LYNCHARD: -- why wasn't the Board  
25 informed?

1 MR. WILLIAMSON: The Board was informed.

2 MR. LYNCHARD: Yesterday.

3 MR. KENNEDY: Of what, Mr. President?

4 MR. LYNCHARD: That we were pursuing the  
5 Gulf Breeze --

6 MR. KENNEDY: And, yet, we are not. There  
7 is nothing that's been -- I was there. There is a Water  
8 District that is interested in possibly talking about  
9 that.

10 Mr. Williamson, have you promised  
11 anything? Did you say that we are doing anything? Did  
12 you speak in any manner --

13 MR. WILLIAMSON: Absolutely not.

14 MR. KENNEDY: Exactly.

15 MR. WILLIAMSON: If a deal is there that  
16 can benefit the rate payers of Holley Navarre Water  
17 System, Mr. Chairman, I would imagine that you would want  
18 me to entertain and listen to and participate in any of  
19 those conversations. That's what I did.

20 MR. KENNEDY: Just listen --

21 MR. LYNCHARD: But there have been no --

22 MR. WILLIAMSON: At no time, did I commit  
23 funding or say that there was Board support for or  
24 anything of that kind.

25 MR. KENNEDY: Correct.

1                   MR. WILLIAMSON: And we are talking less  
2 than a week has gone by.

3                   MR. LYNCHARD: It was two weeks ago that I  
4 was informed that we were backing off of the Eglin  
5 project and pursuing the Gulf Breeze project.

6                   MR. TERASA: By whom?

7                   MR. WILLIAMSON: I got no phone call from  
8 you notifying me that because I would have told --

9                   MR. LYNCHARD: Because I was waiting to  
10 see if we would hear about it.

11                  MR. KENNEDY: Sir, that's the  
12 communication --

13                  MR. WILLIAMSON: Communication goes both  
14 ways, Mr. Director. If you had called me and asked me  
15 about that, I would have told you that's absolutely  
16 ridiculous.

17                  MR. LYNCHARD: Okay. I will find out  
18 and -- okay.

19                  MR. TERASA: Could you name your source,  
20 please? Come on --

21                  MR. LYNCHARD: Multiple ones.

22                  MR. TERASA: Well, then, let's name them.  
23 Who are they, sir?

24                  MR. LYNCHARD: What was Amy's source?

25                  MR. KENNEDY: It doesn't -- sir, it's a

1 newspaper article.

2 MR. TERASA: No. Don't change the  
3 subject, sir. Daryl, I want to hear the names or the  
4 people that called you and told you that we are off the  
5 Eglin project.

6 MR. LYNCHARD: Director Terasa, let's just  
7 end this tonight.

8 MR. TERASA: No. No. You started it.  
9 This is a bag of worms. No. This --

10 MR. LYNCHARD: Dan Schleger (sic).

11 MR. TERASA: Who?

12 MR. LYNCHARD: Dan Schleger.

13 MR. WILLIAMSON: Schebler?

14 MR. LYNCHARD: Yeah, Schebler, from the  
15 County, who contacted us and -- who contacted me and said  
16 that.

17 MR. TERASA: I don't believe that.

18 MR. WILLIAMSON: And said what?

19 MR. LYNCHARD: Okay, good. I am glad that  
20 you don't believe it, so --

21 MR. WILLIAMSON: We just had a meeting  
22 with the County. We just had a meeting with our staff  
23 and County staff that I did not participate in, that was  
24 two days ago, talking about the Eglin project.

25 So I can't imagine that Dan Schebler would

1 have told you that we are backing off the Eglin  
2 project --

3 MR. LYNCHARD: It was probably  
4 something --

5 MR. WILLIAMSON: -- when we had a meeting  
6 with Jacobs Engineering --

7 MR. LYNCHARD: This was a week or so ago.  
8 I haven't talked to him since then. So let's just --

9 MR. WILLIAMSON: First time I am hearing  
10 it, I mean, you have heard that. All I can tell you  
11 face-to-face that that is not the case. I have done  
12 nothing that's outside of what the Board has directed and  
13 I am trying my level best to communicate with the Board  
14 every step of the way --

15 MR. LYNCHARD: Okay.

16 MR. WILLIAMSON: -- to bring back as much  
17 money and every possible opportunity for this Board to  
18 consider.

19 MR. LYNCHARD: Okay. So the article in  
20 the News Journal was wrong. We have -- we, as Holley  
21 Navarre Water System, have never entered into any  
22 discussions about piping water to Gulf Breeze since our  
23 January 6th meeting?

24 MR. WILLIAMSON: I have communicated with  
25 the Board about the meetings we had with the Executive

1 Director of Northwest Florida Management District.

2 MR. LYNCHARD: Yesterday; correct?

3 MR. WILLIAMSON: About a global solution  
4 that was discussed in Tallahassee -- that now I am sure  
5 with today's conversation might not happen or probably  
6 would be less of a chance to happen. And it's worth two  
7 and a half million this year and six million over three  
8 years.

9 MR. LYNCHARD: Okay.

10 MR. WILLIAMSON: I am -- quite frankly, I  
11 am shocked with the fact that I feel like I am being  
12 attacked right now for what could be a monumental success  
13 story for our members and a 20 percent reduction to the  
14 overall cost of a project and had -- nothing has been  
15 spoken for with the Board.

16 Nobody has made a decision on behalf of  
17 the Board. But it's my job and responsibility to listen  
18 to any and all offers so that I can bring those to the  
19 Board --

20 MR. LYNCHARD: It's also --

21 MR. WILLIAMSON: -- of solutions that  
22 would save us that amount of money.

23 MR. LYNCHARD: It's also your job to  
24 report to the Board.

25 MR. WILLIAMSON: As I said, sir, I will

1 try to communicate more immediately on a daily basis, if  
2 necessary.

3 MR. LYNCHARD: If something this large  
4 comes up, I would hope so.

5 MR. WILLIAMSON: You got it.

6 MR. LYNCHARD: Is there any further  
7 business to come before the Board this evening?

8 Motion to adjourn?

9 MR. KENNEDY: Second.

10 MR. LYNCHARD: All those in favor say  
11 "Aye"?

12 MR. KENNEDY: Aye.

13 MR. LANIER: Aye.

14 MR. TERASA: Aye.

15 MR. DABNEY: Aye.

16 MR. GOULET: Aye.

17 MR. SUMMERS: Aye.

18 WHEREUPON, THE SPECIAL MEETING OF ELECTION  
19 OF BOARD OF DIRECTOR OFFICERS CONCLUDED AT 6:30 P.M.

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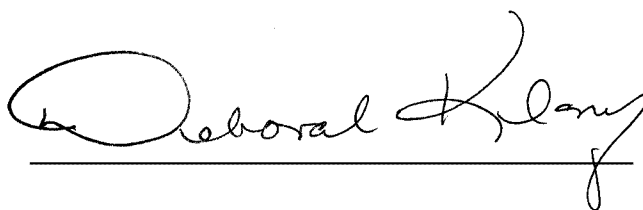
CERTIFICATE OF REPORTER

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 election of officers meeting for of the Board of Directors of the Holley Navarre Water System and that the transcript is a true record of said meeting. 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 4th day of February, 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.