

Naples, Florida

August 20, 1986

LET IT BE KNOWN, that the Pelican Bay Improvement District met on this date in Regular Session at 4:30 P.M. in the Naples Federal Savings & Loan Building, Fifth Floor, 5801 Pelican Bay Boulevard, Naples, Florida, with the following members present:

PRESIDENT:	Salvatore C. Scuderi
SECRETARY:	William N. Butler
TREASURER:	Sylvia A. Moll
	Sue E. MacAlister
	Miles Scofield (Absent)

ALSO PRESENT: Mr. Gary L. Moyer, District Manager; Mr. James P. Ward, Assistant District Manager; Mr. Harmon Turner, Consultant to the Board; Messrs. Byron Koste, Lou Hoegsted, Tony Pires, Charles Turner, David Caldwell, Jack McKenna, and Charles Penn of Westinghouse Communities of Naples, Inc.; Messrs. Bill Conlon and Vince Riccobono of Post, Buckley, Schuh & Jernigan, Inc.; Mr. Tracy Bolesky, Attorney for the District; Mr. Michael Jordan, of Windser-Faricy, Architects for Shelter Seagate Corporation; Mr. John Petty of the Pelican Bay Improvement District; PBID Residents; and Jean Smith, Administrative Assistant.

AGENDA

1. Roll Call.
2. Approval of Minutes of the Meeting held July 16, 1986.
3. Citizens Comments.

AGENDA (Cont.)

4. Consideration of a Resolution Levying Tax within the District for payment of Debt Service and Maintenance Costs for Water Management Facilities for Fiscal Year 1987.
5. Discussion of Bids - Truck Purchase
6. Consideration of final documents for the Registry Hotel Site:
 - A. Vacation of Existing Water Management Easement
 - B. Grant of Revised Water Management Easement
 - C. License Agreement For Berm Improvement & Access
 - D. Grant of Access Easement through County Parking Lot
7. Engineer's Report.
 - A. Certificates of Payment.
8. Manager's Report.
 - A. Update on status of negotiations with the City of Naples for the purchase of bulk treated potable water.
 - B. Update on Engineering Proposal for the Proposed Interim Wastewater Treatment Plant.
9. Confirmation of Invoices.
10. Supervisor's requests and audience participation.
11. Adjournment.

ROLL CALL

President Scuderi called the meeting to order at 4:30 P.M. and asked that the record show Mr. Scofield absent with all other members present.

MINUTES OF JULY 16, 1986 - APPROVED AS CORRECTED

Ms. Moll moved, seconded by Mr. Butler and approved unanimously, the Minutes of July 16, 1986, subject to the following corrections:

Page 1799 - The first sentence of the last paragraph on the page should be amended to read, "As an example, Mr. Moyer explained that the cost for right-of-way maintenance will continue to increase yearly as additional areas are added to the system, and as it now stands taxes for this maintenance are derived by dividing the total cost of the right-of-way program by the number of taxable acres within the District (a fixed number)."

CITIZEN'S COMMENTS

Mr. Moyer explained that at the last meeting, the Board adopted certain procedures which dealt with the public's right to address the Board

and as a result of that meeting, an item called "Citizen's Comment" now appears on the Agenda. He explained that the purpose of this Agenda Item was so a citizen could address the Board on any item on the Agenda. Mr. Moyer advised that printed Agendas will be available at future meetings for those in attendance; however, since they were not available at this meeting, he summarized for the audience the Agenda as previously outlined.

Mr. Scuderi suggested that Developers in Pelican Bay should be allowed to comment on the Agenda Items as they were discussed and the procedure as outlined above was intended for the Public so they had the opportunity to address the Board before the Board considered and voted on an issue. Mr. Moyer explained that since this issue wasn't specifically discussed, this would have to be the Board's decision.

CONSIDERATION OF A RESOLUTION LEVING A TAX WITHIN THE DISTRICT FOR PAYMENT OF DEBT SERVICE AND MAINTENANCE COSTS FOR WATER MANAGEMENT FACILITIES FOR FISCAL YEAR 1987.

Mr. Moyer recalled for the Board, that at last month's meeting the proposed Water Management Budget for Fiscal Year 1987, was approved by the Board. He stated that the Resolution under consideration identified certain expenses as follows: \$515,072 for the cost of operations, repairs and maintenance of the District and \$392,964 for payment of debt service on outstanding bonds previously issued to construct the Water Management Facilities in Pelican Bay. The Resolution states that there are 1,534.82 taxable acres within the District which are responsible for the costs of operation, repairs, maintenance and debt service. Mr. Moyer explained that the Tax Rolls, called "Exhibit A", are attached to and made a part of the Resolution, however, they were not included in the Agenda packages as they

are a very lengthy document. He went on to explain that the amount of \$53,369 is allocated in the Resolution for the collection of said taxes and applicable discounts by the Property Appraiser's office, since the taxes will be levied by Collier County and subject to Collier County discounts. Finally, he advised that the tax rolls are certified by the District to the Collier County Property Appraiser and said taxes shall be extended by the County Property appraiser on the County Tax Roll and shall be collected by the Collier County Tax Collector in the same manner and time as the Collier County Taxes and the proceeds therefrom shall be paid to the Pelican Bay Improvement District.

Following this discussion, Mr. Butler moved, seconded by Ms. Moll and carried unanimously that the Resolution, "Leving Tax Within the Pelican Bay Improvement District For Payment of Debt Service And Maintenance Costs For Water Management Facilities, for Fiscal Year 1987," be approved as submitted.

DISCUSSION OF BIDS - TRUCK PURCHASE

Mr. Moyer advised that only three bids were received in response to the District's advertisement for bids for the purchase of two additional trucks and the prices submitted were, in Mr. Moyer's opinion, on the high side. He explained that one of the reasons for the low number of bids was that the dealers were in a mid-year price change and thus, he recommended that the bids be rejected and District staff be authorized to readvertise at a later date when the new model year prices are available.

At this time, Ms. Moll moved, seconded by Mr. Butler and approved unanimously that the bids for the purchase of two trucks be rejected and

District staff be authorized to readvertise for the purchase of two additional trucks when the new model year prices are available.

CONSIDERATION OF FINAL DOCUMENTS FOR THE REGISTRY HOTEL SITE

Vacation Of Existing Water Management Easement
Grant Of Revised Water Management Easement

Mr. Moyer explained that this item dealt with the water management areas adjacent to the Registry Hotel. By use of a location map, Mr. Ward described the original water management area reserved for the District as well as the area under consideration for modification. Mr. Moyer advised that in order to accommodate revisions to the Registry Site Plan, it would be necessary for the District to vacate the existing water management easement and for the Developer to grant a revised easement to accommodate the revisions to the water management facilities. Mr. Moyer explained the vacation and the grant of easement request had been reviewed by the District's Engineer, Post, Buckley, Schuh & Jernigan, Inc., who found the legal descriptions to be in order and the easements sufficient for the operations of the District.

Mr. Moyer advised that this request was consistent with the District's policy on these matters in the past and recommended approval of these easements.

Following further discussion, Ms. MacAlister moved, seconded by Ms. Moll and approved unanimously, that the vacation of the existing water management easement adjacent to the Registry be approved and the Grant of Easement from The Association of Unit Owners Of The Registry Hotel At Pelican Bay, Inc. be accepted.

License Agreement For Berm Improvement & Access

Mr. Moyer explained that this item dealt with the utilization of the berm adjacent to the Registry. The Association of Unit Owners of The Registry Hotel At Pelican Bay, Inc. was proposing use of the District's water management berm area for ingress and egress to/from the Registry Hotel via the proposed Clam Pass Boardwalk and to the Pelican Bay of Naples Foundation Boardwalk via the tram. They also propose to improve the top portion of the berm with asphalt for tram traffic; to build a connecting Boardwalk on the west side of the District berm to the Clam Pass Boardwalk and to provide planting and landscaping improvements along the berm adjacent to the Registry Hotel site. Mr. Moyer advised the Board that the berm area is a District easement and that the District does not have fee simple title to the property; the District simply has the right to use the property for water management purposes but does not have the right to limit the facilities owners use of the property. Mr. Moyer recommended to the Board that the License, in similar form to that granted to Westinghouse Communities of Naples for the Boardwalk, be granted. Mr. Moyer advised that by issuance of this License by the District, the District is passing on to The Association of Unit Owners of The Registry Hotel At Pelican Bay, Inc., some of the responsibility for maintenance of the improvements being contemplated and to be constructed, as well as, the liability arising from the construction and use of these improvements. He also stated that if the berm is being abused or is losing its structural integrity, the District has the right to cancel the License, upon twenty-four hours notice. Mr. Moyer explained that since this is consistent with the District's policy,

he recommended approval of the issuance of the License.

Ms. Moll asked Mr. Moyer whether in his opinion \$1,000,000 in liability insurance was sufficient. Mr. Moyer replied \$1,000,000 plus the general indemnification by the Association, in his opinion, was adequate.

Following this discussion, Ms. Moll moved, seconded by Ms. MacAlister, and approved unanimously granting of the License for berm improvement and access to The Association of Unit Owners of The Registry Hotel At Pelican Bay, Inc.

Grant Of Access Easement Through County Parking Lot

As a related items to the above, Mr. Moyer explained that this property was still owned by Westinghouse Communities of Naples, Inc. and thus the Grant of Easement from WCN to the District. Mr. Moyer suggested two changes to the document as presented to the Agenda packages: (1) in the fourth paragraph, the second line, the words, "maintain said easement and" be deleted; and (2) in the sixth paragraph, third line, the word "Grantor" be changed to "Grantee". Mr. Moyer recommended acceptance of this easement with the changes as outlined.

At this time, Mr. Butler moved, seconded by Ms. MacAlister and approved unanimously, acceptance of the Grant of Access Easement through the County Parking Lot, from Westinghouse Communities of Naples, Inc.

ENGINEER'S REPORT

At this time, Mr. Conlon presented the following Certificates of Payment for approval by the Board:

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<u>CERTIFICATE NO.</u>		<u>CONTRACTOR</u>	<u>AMOUNT</u>
Contract D-14 - Transfer of Funds	No. 8	Pelican Bay Improvement District	52,857.22
Contract D-14 - Loan Proceeds	No. 9	Community Electric of Collier, Inc.	1,187.20
Contract D-17 - Unit 6 - Construction	No. 12	Denco Construction, Inc.	139,638.56
1985 Bond Issue Pre-loading CLR Site WWTP	No. 65	Haskins, Inc.	19,825.00
1985 Bond Issue Rate Study	No. 66	Coopers & Lybrand	15,975.00
1985 Bond Issue Modifications To High Service Pumping	No. 67	Mitchell & Stark Const. Co.	41,726.61
Registry Hotel - Drainage Structure Relocation - Const.	No. 1	Mitchell & Stark Const. Co.	5,683.50
The Glen - D-22 Eng. Design	No. 4	Post, Buckley, Schuh & Jernigan	2,297.15
Georgetown - D-23 Eng. Construction	No. 3	Post, Buckley, Schuh & Jernigan	2,299.64
1985 Bond Issue Chlorination System Expansion	No. 68	Post, Buckley, Schuh & Jernigan	3,576.02
1985 Bond Issue Pre-loading CLR Site WWTP	No. 69	Post, Buckley, Schuh & Jernigan	319.38
1985 Bond Issue Eng. Design WWTP	No. 70	Post, Buckley, Schuh & Jernigan	4,922.70
1985 Bond Issue 5 MG Storage Tank Eng. Design	No. 71	Post, Buckley, Schuh & Jernigan	4,855.98
1985 Bond Issue Eng. & Planning Services for Site Development	No. 72	Post, Buckley, Schuh & Jernigan	8,505.91
TOTAL AMOUNT ALL INVOICES			\$ 305,678.87

Following Mr. Conlon's presentation, Mr. Butler moved, seconded by Ms. Moll, and approved unanimously, that the Certificates of Payment be approved, as presented.

MANAGER'S REPORT

Update On Status Of Negotiations With The City of Naples For The
Purchase of Bulk Treated Potable Water

Mr. Moyer reported that approximately 8 months ago the District entered into negotiations with the City of Naples for the purchase of bulk treated potable water. The concept behind these negotiations was that the District would discontinue the reverse osmosis treatment process which the District currently uses; the alternative being to construct wells on site into the Floridan Aquifer and continue with the reverse osmosis process. He stated that District staff had negotiated, in his opinion, a very good Agreement with the City of Naples. The Agreement calls for a rate of approximately \$96.5/1,000 gallons and a System Development Charge of \$195.00/unit. The term of the Agreement would cover all of Pelican Bay, approximately 2.5 million gallons. Mr. Moyer recalled for the Board that during the course of the negotiations, the County had stated that their only concern regarded pressure problems in the North Naples area and in January or February, a representative appeared before the Board to express these concerns, however, at the time advised that they were confident the pressure problems could be addressed. Approximately one month ago, the County raised another issue; in their opinion, Pelican Bay was within their service area jurisdiction. The County recognized the District's prior right to provide their own facilities but took exception to the District's right to contract with another governmental entity, such as the City of Naples, to provide water to the District. He stated they took exception to this right even though, today, their facilities are inadequate to provide water to Pelican Bay.

Mr. Moyer advised that the County's estimated time frame for being in a position to provide water to the District was approximately 2 years. He also advised that during the past three weeks the County and City had been trying to negotiate an Agreement whereby the City would provide water to Pelican Bay for two years and thereafter the County would provide this service. Mr. Moyer explained that the main concern over this Agreement was that after the initial two year period if the County was not in a position to provide water to Pelican Bay or if the District had not reached an Agreement with the County regarding its rates, location of service, impact fees, pressures, etc., the City and the District would desire to continue their Agreement and the County takes exception to this. The County feels that at the end of two years if they can't provide service to the District or if the District can't negotiate an Agreement with Collier County, then the District should provide for its own facilities and reinstate the reverse osmosis process. In Mr. Moyer's opinion, the current underlying issue was who has jurisdiction over Pelican Bay. Mr. Moyer advised that the Board has always felt that the District is a political subdivision of the state, authorized to provide service to the residents of Pelican Bay and with this mandate, Mr. Moyer felt it was incumbent upon District staff to negotiate the "best deal" they could for the residents of Pelican Bay.

Mr. Moyer advised that the County has, to date, not provided any figures, per District staff's request, on how much it will cost the District to connect to the County system. Mr. Moyer stated that he had met with Mr. Bolesky, Attorney for the District, prior to the meeting to try

and clarify whether the District had clear authority to enter into an Agreement with the City of Naples and whether the County's position was right or wrong in terms of the District being in their service area. Mr. Moyer stated that The Act identifies the intent of the Legislature; that if there are Regional facilities available the District should connect to these Regional facilities; however, he said that there was nothing specific in the Act itself, other than certain language outlining certain criteria which would have to be met in order for the County to assume all of the responsibilities of the District. He advised that at this time he had no strong recommendation to the Board, and suggested that the Board give him another few weeks; to give County staff sufficient time to present their program to District staff and to advise staff of the associated costs. This would then give the Board standards for comparisons so they could decide whether the District should proceed with its own program, whether to agree with the County and enter into a short term Agreement with the City and revisit this issue in two years, or whether to proceed with the City of Naples Agreement, even if it meant litigation. He suggested that these were the alternatives as he saw them and told the Board this issue has been a frustrating one, especially since the County raised their objections so late in the negotiations, and, as a result of these late objections, the operations of the District's water treatment facilities could be severely impacted. Mr. Moyer advised that if this matter was not concluded quickly, the District would have enough raw water supply to continue serving Pelican Bay through next year, however, the reverse osmosis membranes would have to be replaced to obtain the necessary capacity and this would mean

expenditures of approximately \$200,000 or more.

Mr. Scuderi was of the opinion that the District should proceed with the City of Naples Agreement and ignore the objections raised by Collier County, if, in fact, it was the Board's opinion that this was the best course of action, i.e., to purchase bulk treated potable water from the City as opposed to the proceeding with its own program. He doubted whether the County would be willing to sign a Contract which guaranteed their rates two years from now and, in his opinion, as long as Mr. Bolesky felt the District had the authority to negotiate with the City and this would be the best deal for the District, the District should proceed with the City of Naples Agreement, even if it meant litigation.

Mr. Bolesky advised that there was a Provision in the Act which stated that the County could, under Section 4, take over the whole District and this was something that the County had threatened to do.

Mr. Scuderi suggested that the County had been a party to the negotiations from the start and he now questioned their "good faith" as they had come in at "the last hour" and desired to "dictate" to the District.

Mr. Moyer explained to the Board that the County has shown very little desire to compromise with their position and continue to take a hard line as recently as just prior to the meeting; their position being that it would not be acceptable to give the District the option to continue with the City of Naples Agreement after two years.

Ms. Moll asked Mr. Moyer if he felt the City of Naples would be willing to enter into an Agreement with the District if they thought they

would be a party in litigation over this matter. Mr. Moyer replied that he felt the City would enter into an Agreement, and added that City staff had been very cooperative throughout the negotiations in trying to serve both parties. He also suggested that he felt the District's position throughout the negotiations had been a fair one and his only major concern was that the negotiations resulted in "the best possible deal for the residents of Pelican Bay." It was his opinion that the County viewed Pelican Bay as having a significant impact on their overall utility service system in the next few years and this was the reason they desired to have Pelican Bay as part of their system.

Mr. Scuderi suggested that if the County could, in fact, concede that at the end of two years they could furnish water to the District and their rates would, in fact, meet or be less than the City, he saw nothing against signing an Agreement with the County.

Ms. Moll suggested that in the worst case if the District went ahead and signed the original Agreement with the City, the District would still have the option to proceed with its own system. Mr. Moyer stated that one of the things District staff was currently trying to identify with City staff was the costs involved if the District proceeded with a short term two year Agreement, i.e., the City would charge the District a share of the line costs involved to expand one of their distribution lines to serve Pelican Bay, rather than the \$195.00 System Development Charge. He suggested that if the figure was a reasonable one, this would be another avenue to pursue.

Mr. Koste, of WCN, stated it was clear that the County has

decided it wants to service Pelican Bay, however, politics being what they were, the objections to the City of Naples Agreement could disappear with a change in Commissioners and suggested one of the matters the Board should weigh in their decision was how long the current political environment in the County was going to exist. He suggested that the County's current position on this issue was one of "greed", that the County would not even allow the City to keep whatever users connected to the system in the two year period it takes the County to be in a position to be able to serve Pelican Bay. He suggested that there is some school of thought that instead of taking a hard line stand, their position may well moderate in a new political atmosphere. He stated that the City's Mayor is willing to give the County time to let the issue run its course; that even though the County is inappropriate at jumping in during the last minute of the negotiations, he is willing to give the County some time to come up with an Agreement, so that at least the City can say that they tried. Thus, in his opinion, the more unreasonable the County is, the more willing the City would be to enter into an Agreement with the District.

Mr. Koste suggested that his only regret over this issue was that this matter could not have been concluded earlier. He also reiterated that the County was present at the earlier meetings on this issue and at that time their only concern was the water pressure in the North Naples area and at these earlier meetings they did not mention any problem they might have had over the matter of jurisdiction. He advised that before "one goes to war" there is a chance of getting the Mayor stronger and a chance for a two way Agreement if the District can demonstrate to other members of the

County that the District has done all they can do and have been reasonable.

In response to questions regarding the length of time the District can wait before taking any action, Mr. Moyer again responded that if this issue is not resolved in a reasonable length of time, the membranes will have to be replaced and this would result in the expenditure of approximately \$200,000 in order to continue to operate the R.O. Plant. He stated that work has not been halted altogether while waiting for this matter to come to a conclusion. He advised that certain design work on the City of Naples Interconnect has been ongoing; that the Engineers have designed the connection and the line running to the plant. He also stated that District staff will probably proceed with putting this contract out for competitive bids.

In conclusion, Mr. Moyer told the Board he will proceed with the negotiations over the next couple of weeks keeping the idea in mind to "get the best possible deal for the District and the residents of Pelican Bay."

UPDATE ON ENGINEERING PROPOSAL FOR THE PROPOSED INTERIM WASTEWATER TREATMENT PLANT

Mr. Moyer stated that this Agenda item was a continuation of discussions held on this subject over the past several months. He recalled for the Board that several months ago, Mr. Conlon of PBS&J, after reviewing some of the District's operating reports, came before the Board and told the Board that the District might have a problem this coming year with the existing wastewater plant and that he was concerned about plant capacity. At that time, Mr. Conlon also presented cost figures associated with an Interim Package Plant. Mr. Moyer also recalled for the Board that he had previously advised them to postpone their decision on this matter until

such time as staff had the opportunity to study the flows and determine whether or not a crisis existed. Mr. Moyer advised that staff had recently performed this task and according to the results of these calculations regarding the average daily flows and peak flows, and even with the Registry Hotel coming on line and the anticipated growth, showed a crisis did not exist. He advised that the Wastewater Treatment Plant, as designed, has built-in capacity, and although there may be certain days when a problem could exist, overall, the study determined that the District could get through next season without spending money for a Interim Package Plant. Mr. Moyer told the Board that the results of the study by District staff had been provided to Post, Buckley, Schuh & Jernigan, Inc. to review and for their comparison with their original findings and PBS&J now agreed with staff's conclusions that their first review might have been overly conservative.

In conclusion, Mr. Moyer advised the Board that the expenditure of money for the Interim Package Plant for one or two days out of the year would not be justified and told them the new plant should be on-line in September of 1987.

Mr. Conlon told the Board that when PBS&J performed their original estimates on the flows for the upcoming peak season, the estimates were calculated in a different manner than the District's. He explained that PBS&J used the potable water flows which were higher and "worst case conditions" because the sewage treatment plant flow meter was out of calibration. He stated that PBS&J used numbers which showed that 200 additional connections would come on-line during 1986. He also stated that

PBS&J was told that during 1987 there would be 300 additional connections and PBS&J assumed the worst case situation, that these 300 additional connections would come on-line during the season. He explained that when these flows were calculated in conjunction with the new Hotel (projected flows of 140,000 gallons per day, based upon the flows of the Ritz Carlton Hotel) and added to the peak flows; the results showed flows of over 700,000 gallons per day, which exceeded the peak design capacity of the plant. Mr. Conlon suggested that this was the reason PBS&J's numbers were higher than those calculated by District staff. He told the Board that he felt it was PBS&J's obligation as the District's Engineers, to let them know of an impending problem, so there would be no surprises and to let them know that PBS&J recommended that a contingency plan should be in effect. He stated that PBS&J did not tell the Board to "go ahead and spend the money" on the package plant but rather advised them to have the plans and specifications prepared so the Permits could be obtained if they were needed. Mr. Conlon told the Board that PBS&J had gone to Collier County on two different occasions to obtain concessions so that the District would not be gauged by a different method but strictly by plant performance. Mr. Conlon advised that if the latest data that had been generated by District staff was valid and the flows occurred in the fashion outlined and with the addition of Polymers, it was possible that the District would not need the interim package plant. He told the Board that this is all PBS&J said, that the District should have a contingency plan in place. He also advised that if the Board accepted the data prepared by District staff, the flows and plant performance should be monitored very closely to watch for "trending"

which would affect the ultimate plant performance and thereby result in D.E.R. cutting off the District's Permits. He also recommended that the Polymer feed system be in place at the beginning of the season and that the Polymers screened ahead of time to determine which one worked best with the Wastewater Treatment Plant and that a supply of the selected Polymer should be kept on hand. He stated that PBS&J still felt that a contingency plan should be kept in abeyance in case the flows exceeded the new projected levels and/or the plant performance faltered.

At this time, Mr. Moyer advised the Board that the best course of action would be to postpone spending any monies for the interim package plant and he agreed with Mr. Conlon's suggestions to closely monitor plant performance and predetermine the best polymers. It was the consensus of the Board to follow Mr. Moyer's recommendation.

At this time, Mr. Moyer advised the Board that there was one final item he wished to discuss; that being Board approval for District staff to begin contacting managers of various office buildings in Pelican Bay to try and obtain additional office space. He recalled for the Board that approximately one year ago the idea of building an office building on the plant site was discussed, however stated that this was in conjunction with the idea that operation of the R.O. Plant was going to continue. He told the Board that additional office space is currently badly needed and recommended that the construction of an office building on the plant site could be postponed until such time as the outcome of the City of Naples/County Agreement was determined. He stated that even if the Board desired to proceed with the construction of a permanent office facility, it would

be at least a year before construction could begin and additional space is needed at this time. In response to a question by Ms. MacAlister, Mr. Moyer replied that approximately 1,200 sq. ft. would be needed and the District currently subleases approximately 400 sq. ft.

Mr. Scuderi stated that he had no objections to authorizing staff to look into the possibility of acquiring additional space. The Board concurred with Mr. Scuderi's opinion.

CONFIRMATION OF INVOICES

Water/Sewer Operating Summary and Invoices For July 1986 - Approved As Presented

In response to an inquiry by Ms. Moll, Mr. Scuderi asked Mr. Bolesky to provide the Board with a breakdown of his services for the month of July, as they seemed a little higher than normal.

At this time, Ms. Moll moved, seconded by Ms. MacAlister and carried unanimously, that the Water/Sewer Operating Summary and Invoices for July, 1986, be approved as presented.

Water Management Operating Summary and Invoices For July 1986 - Approved As Presented

At this time, Ms. Moll moved, seconded by Ms. MacAlister and carried unanimously, that the Water Management Operating Summary and Invoices for July, 1986, be approved as presented.

SUPERVISOR'S REQUESTS AND AUDIENCE PARTICIPATION

Ms. Moll asked Mr. Moyer when the rate study being performed by Coopers & Lybrand would be completed. Mr. Moyer replied that the study is substantially complete, however, the open issue was whether the District contracted for water and this was the one number needed to complete the

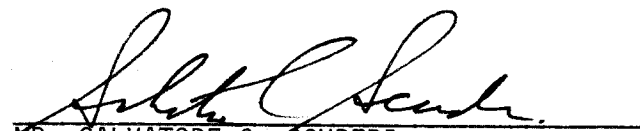
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study. Mr. Moyer explained that because the Water and Sewer Budget must be acted upon in September, Coopers and Lybrand would be asked to take a "worst case scenario", and to complete the study using these figures.

Mr. Koste stated that he thought it was a good trend that the irrigation water revenue was below what was budgeted. He also advised the Board that WCN felt the landscaping at the entrance to Pelican Bay was getting old and looked less than desirable. He requested Board approval for WCN to work with District staff to prepare recommendations for bringing the entrance up to what it should be. The Board concurred with Mr. Koste's recommendation.

ADJOURNMENT

There being no further business to come before the Board, Mr. Butler moved, seconded by Ms. Moll and carried unanimously, that the meeting be adjourned. Time: 5:30 P.M.


MR. SALVATORE C. SCUDERI
PRESIDENT
PELICAN BAY IMPROVEMENT DISTRICT