



IWA QUARTERLY

October, 1980

RO PLANT: As a result of re-evaluation of expansion plans, your Board has authorized the completion of the second module of the plant. Because of the way the plant is designed, the second module can be operated as soon as the membranes are loaded. Completion of the second module is scheduled for late spring of 1981. In addition, the General Manager is negotiating the acquisition of the third module in a standby condition, also to be installed in late spring of 1981. The third module will be loaded with membranes as the need arises.

THIRD RO SITE WELL: Preparations are now under way to begin drilling the third well at this location. The well is needed to provide feed water for the RO facility which will soon have another module to meet the increasing demand.

SANIBEL BOOSTER STATION: This station, located off of Dixie Beach Boulevard, distributes water to the east end of Sanibel. The pumps in the station reached capacity this year, and consequently are being replaced with larger, more reliable pumps. This change-over will be completed by the end of this year, and will alleviate pressure problems for the members served by the booster station.

DISTRIBUTION SYSTEM: In conjunction with the Sanibel Fire Control District, several improvements are under way to accommodate fire hydrant installation. The first project, along West Gulf Drive, has been completed and is in service. This program is primarily designed to replace existing mains of 3" and 4" diameter with 6" mains, and to increase the number of loops in the system. Loops provide for more even pressure distribution, since water can flow in both directions in a looped system. All the proposed modifications have been designed in-house and are being constructed by IWA personnel.

OFFICE FACILITIES: With the completion of the office/garage addition to the ED plant building, and the relocation of the laboratory to the RO plant, the space made available in the main office is being remodeled to provide a more efficient working area for the administrative staff. Again, a substantial amount of work is being done by IWA personnel, with speciality items contracted out. Remodeling design and layouts were done by the engineering department. Upon completion of the work, in early November, the most obvious change to the membership will be the relocation of the front door!

RATE STUDY COMMITTEE: In order to assess whether present financial resources are adequate to meet increased service demands, a Rate Study Committee has been appointed to make recommendations to your Board of Directors. Members who have graciously agreed to undertake this task are Jean Bair, Arthur Clark, Fred Comlossy, Sam Conant, and Conrad Lickel. The Committee is meeting on a weekly basis so that it can complete it's work as soon as possible.

2/ October, 1980

LAW SUIT UPDATE: Lee County has adopted the ordinance required by court order as reported in IWA Quarterly of July 1980. Prior to this agreed order having been entered, the Lee County Circuit Court (affirmed by the Second District Court of Appeals) construed the IWA franchise with Lee County in a manner highly favorable to The Island Water Association.

FRANCHISE: At the joint workshop meeting between the City of Sanibel and the IWA held on September 17, 1980, the City Council proposed consideration of a franchise between the IWA and the City of Sanibel. After an analysis of legal ramifications of such an agreement, the Board of Directors, on the advice of its attorney, determined not to proceed further with this matter at this time. Please see above item "Law Suit Update".

FLORIDA WATER LAW SEMINAR: On October 31, 1980, an all day meeting presented by the Continuing Legal Education Committee and the Environmental Law Section of the Florida Bar was held in Tampa. Three of your Directors attended this session which focused on regulation, by water management districts, water use, water quality and quantity permits, and environmental considerations. Keeping up with developments in the water field is vital to the best possible management of our cooperative enterprise, IWA.

WATER CONSERVATION: "Water Saving Ideas", a useful reference offering conservation suggestions, is being supplied to you by your Association as a public service.

<u>CASH OPERATING EXPENSE</u>	<u>N I N E M O N T H S</u>	
	<u>1980 BUDGET</u>	<u>ACTUAL EXPENDITURES</u>
Salaries & Wages	\$ 284,775	\$ 278,996
Payroll Taxes	23,325	19,324
Professional Fees	35,625	39,952
Utilities	194,925	223,393
Gasoline, Oil, Fuel	8,250	7,850
Corporate Insurance	26,325	25,829
Employee Health & Retirement	30,525	33,552
Office Expense	26,250	22,876
Repair, Maintenance & Supply	216,225	209,808
Customer Service	9,750	7,428
Inventory Purchases	15,000	10,699
Water Purchases (GPIWA)	146,250	154,079
Training, Conferences	12,750	5,804
<u>TOTAL OPERATING EXPENSES</u>	<u>\$1,029,975</u>	<u>\$1,039,590</u>

Sincerely,

THE ISLAND WATER ASSOCIATION, INC.


Arthur Wycoff, President