



IWA QUARTERLY

ANNUAL MEETING REPORT

April, 1983

The Annual IWA Membership Meeting was held April 11, 1983 at the Community Association building. Retiring President, Mrs. Carol Davenport presided. The financial condition of the corporation is healthy, on budget target and is operating on a pay-as-you-go basis. The Treasurer and Audit Reports substantiate this statement. In addition, the Rate Study Report recommended no increase in rates to cover operations and future expansion programs presently in place.

Salient points of her policy address covering 1982 improvements were directed at determining the expansion requirements of the production plant and the distribution system for build-out of the franchise area. An engineering study has determined that upon completion of the Rabbit Rd.-Gulf Dr. main, the distribution system shall have adequate flow capacity for domestic use and industrial fire flow where provided.

An ongoing program to complete fire flow with the Sanibel and Captiva Fire Districts is progressing favorably.

The slate of Directors for the coming two year term, proposed by the Nominating Committee, was elected by unanimous vote. Those elected were Milton Scheiter, William Angst and William Lees. New Board officers are President Milton Scheiter, Vice President William Angst, Secretary William Lees, Treasurer John Cook and Director Alexander Wadkovsky. Bylaw revisions regarding entity acceptance to stand for nomination to Board elections were passed unanimously.

The operations report given by General Manager Robert Hollander indicated that the establishment of full time distribution and inspection supervisors resulted in improved customer service. Both plants are operating properly and efficiently. Three feed water wells have been overhauled, resulting in improved quality and productivity. It is intended to refurbish remaining Hawthorne wells on a progressive plan. Both feed water sources are now interconnected which will protect our systems from catastrophic failure.

The production facility has two different desalination procedures operating on separate aquifers. The decision as to where the next production expansion shall be is complex. The results of an ongoing engineering study will assist management to provide economic future expansion.

A new computer is on line which has enough capacity to handle build-out demand.

A program for plugging unused wells on the islands is being organized by the South Florida Water Management District, the City of Sanibel and IWA. Some of these abandoned wells have interconnected the aquifers, causing contamination which may impact IWA wellfields

Members who leave for the summer are reminded that bills may be prepaid until your return. In any case, please make provision to keep your account up to date. To avoid the possibility of an expensive leak while you are gone, call the office for shut-off service details.

IWA personnel are trained and equipped to act as an emergency contact team in the event of an accident or incident concerning chlorine. Any suspected chlorine leaks should be immediately reported to local emergency facilities so they can take remedial action.

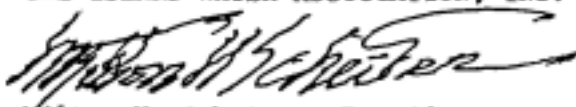
FINANCIAL: These figures represent the unaudited accounts as of March, 1983.

<u>RECEIPTS</u>	<u>THREE MONTHS OF</u>	
	<u>1983 Budget</u>	<u>Actual Receipts</u>
Water Sales	\$630,750	\$622,508
Interest	10,000	13,630
Other Receipts	5,000	2,349
Impact/Connection Fees	<u>90,000</u>	<u>126,436</u>
<u>TOTAL RECEIPTS</u>	\$735,750	\$764,923

<u>DISBURSEMENTS</u>	<u>THREE MONTHS OF</u>	
	<u>1983 Budget</u>	<u>Actual Disbursements</u>
Wages and Benefits	\$170,000	\$159,055
Professional Fees	18,750	21,587
Electricity	136,750	143,314
Telephone	2,950	3,405
O&M Service and Supply	111,350	95,528
Motor Fuels	2,925	3,084
Water Purchases	25,000	29,446
Insurance	9,850	1,061
Postal Charges	3,200	4,645
Travel, Training, Conferences	5,775	4,107
Debt Repayments (Farmers Home Admin.)	75,125	75,117
Capital Expenditures	<u>264,150</u>	<u>321,278</u>
<u>TOTAL DISBURSEMENTS</u>	\$825,825	\$861,627
<u>EXCESS OF RECEIPTS OVER DISBURSEMENTS</u>	(\$ 90,075)	(\$ 96,704)

Sincerely,

THE ISLAND WATER ASSOCIATION, INC.



Milton H. Scheiter, President