

BEACH MOSQUITO CONTROL DISTRICT

REGULAR BOARD MEETING

AUGUST 12, 2019

The regularly scheduled meeting of the Board of Commissioner for the Beach Mosquito Control District was called to order by Chairman Couch at 5:00 pm on August 12, 2019. Present were Commissioners Couch, Dean and Caldwell along with Director Clauson, Legal Counsel Myers, Terri Thornton and Kale from Mott MacDonald.

Approval of Minutes.

Secretary Dean made a motion to approve the minutes of the July 8th meeting as presented and Caldwell seconded. The motion was passed unanimously.

Financial Report.

The financial report was presented by Treasurer Caldwell. The total Tax Revenue is \$104,661.41 and the total Tax Revenue year to date is \$4,501,879.22. Still to be collected is \$187,410.78. Discussion was made as to whether we would get all the money. Chairman Couch stated we usually only get 93 to 94 % and we've already received 95 % so anything else would be a plus. The Navy base contract fee brought it up to \$105,859.00. The budget was over, due to the miscellaneous surplus. We are 67 % above budget and that is a good thing. The interest income was up also. Director Clauson stated there are no plans of purchasing any heavy equipment. Chairman Couch was concerned that with all the growth in the area we might not have enough chemicals and we do not want to purchase a lot of chemicals until after the move to the new property if possible. Director Clauson stated he feels that we have enough chemicals for now and we should be good in the budget for the next year. There was discussion of new subdivisions being added and concern for chemicals for new areas. Routes will be changed accordingly, at the time needed. The Chairman recommended the financial report be filed for audit since there were no more questions.

Old Business.

New Headquarters Update.

Kale from Mott MacDonald gave an update on the new headquarters. Kale stated that the project is moving right along but was not sure the deadlines would be met. The contractor told Kale that they would be completed by October 31st, but Kale doesn't feel that is accurate. He feels that it may be November, but he is not sure and will revisit that issue later. There was

much discussion of Liquidated Damages. Legal council did not have an opinion or a recommendation on the subject. Director Clauson knows that there have been some obstacles such as Hurricane Michael and trying to find workers. Chairman Couch feels like they have been making strides in the progress from each time the site is visited. Kale feels that the workers will have to double or triple their pace to get the project finished in November. The next meeting is the 21st of August and it will be discussed what needs to be done at that time. The deadline we were given was October 1st, if we can get in by December 1st, we should be good, stated Chairman Couch.

Director Clauson stated he completed the form DR420 that goes to Dan Sowell's office. As discussed in the previous board meeting, we are using last year's millage rate of .5450. September 3, 2019 at 5:01 p.m. we will have our first public budget hearing. Then on the 6th we will advertise for the final hearing on the 9th of September. We will have both the board meeting and the final hearing on the 9th.

The Chairman asked if everyone had a chance to look at the TRIM notice. We can always come down on numbers, we just can't go back up. Chairman Couch stated he has run numbers for the TRIM notice. The TRIM advertisement has not been out yet. If we go with the same Trim numbers, our net will be \$255,808.00. Last year's taxable value was increased from \$8,604,202,000.00 to \$9,066,040,000.00 and that is just over 4%. That is a net increase of \$255,000.00 net increase over last year's figure. If we do the rollback, we would still net over last year's figures by \$65,413.00. Nothing has to be decided right now. The final decision has to be made by September 3rd. The rollback rate will generate more \$65,000.00 more.

Carl, from Counts Realty came in to give an update on the sale of the property. He went over the appraisal from 2 years ago. There is no highway frontage and it's not on sewer. There is a nice pole barn, well, generator and a chicken coop that probably won't affect the value of the property. Stated the property looks very nice and well kept. Carl valued the property at \$675,000.00 to \$700,000.00. He feels it would be a great place for a company with a fleet of trucks looking for a central location on the beach. There were concerns about the property being sold before the move to the new property. Carl stated the sale could be contingent on the move to the new property. Discussion was made of the contract between BMCD and Counts Realty. Chairman Couch started off by saying the City is off limits. Asked Carl how long it would take to enter a contract and he stated he could have it ready the next day. His commission was discussed, and it was decided that if the property was sold to the neighboring companies, he would only get 3%, other than that he would get the normal 6%. Carl stated the sooner he markets the property the sooner he could sell it. Questions of concern were the Title Search and Environmental Study. Carl stated that the Title Search would be done at closing and if there was to be an Environmental Study the buyer would be responsible for that. Legal

Counsel stated that if the property hasn't sold after the move, it might be to our advantage to do the study to be able to provide to the buyer. All agreed. Chairman Couch asked Carl to get the closing cost and provide a contract for BMCD. The Chairman made a motion for The Director to enter a contract with Counts. Caldwell seconded the motion. The motion was passed unanimously.

The Chairman asked if Legal Council had any comments. She requested that she be informed of how much BMCD wants her to be involved legally about Liquidated Damages. She does not recommend taking the idea of Liquidated Damages off the table at all. As hard as it has been to get the work done due to weather conditions or whatever, there needs to be some incentive to get this project completed at a fast pace. There needs to be something hanging over their heads. In some spirit of generosity if you want to forfeit some portion of Liquidated Damages that is up to you. The Director stated there has been talk of Liquidated Damages without using the words. The Director also feels that Hurricane Michael had a lot to do with the ability to get the work completed. Billy and Bob Blake are aware that we know what is expected. There has been talk of the insurance covering the inability to get crews to get the work done.

Calendar Review

The Director stated Cindy will be at Hutchinson school the 13th thru 15th. The Director will meet with Scott Clemons on the 13th for the health insurance and be off the 14th thru the 19th. Cindy will meet with Island Reserve HOA on the 21st. The Director has Jury Duty on the 26th. Cindy will be at Patronis School on the 26th & 27th. On the 3rd of September Cindy will be at Patronis, we also have the 1st Public Budget Hearing on the 3rd. we will advertise for the Final Public Hearing on the 6th. On the 9th we have our Board meeting and Final Budget Hearing. Cindy will be at Patronis on the 9th & 10th. Cindy and Larry will be at Scout Ranger days at Gulf Beach Baptist Church with the helicopter on the 14th. The FCCOMC (Florida coordinating council on Mosquito Control) meets in Gainesville. The Director will be at the SOVE meeting in Puerto Rico the 22nd thru 25th. We have the Pirate parade at Pier Park on the 12th of October and the regular board meeting on the 14th and Cops and Kids at Frank Brown Park on the 19th. Mike will be speaking at a Florida A and M entomology conference on the 29th.

Operations Update

Director Clauson stated Eddie has been working on a list of definitions on how work is identified in Map Vision more effectively. There has not been a lot of standing water and not a lot of service requests. We sprayed a few routes last week and we are not finding a lot of mosquitoes, which is good. We have a light trap up at Bayside off Hwy 98 and it seems to be high.

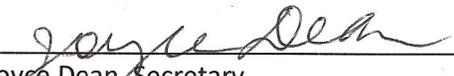
The sign in front of the new facility will be around \$9000.00. Director Clauson is working with Shadow Signs here on the Beach. Mike is requesting 4 growth chambers and they aren't cheap,

around \$8200.00 each. Lee needs a \$7200 compressor, which is a nice machine. Requesting 2 lifts which probably won't be purchased until new fiscal year. The budget is enough to cover what we need. An initial quote of 50 to 60 thousand has been given for the furniture, and that is a State contract..

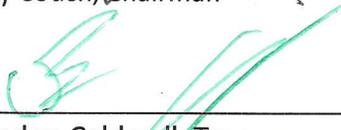
There being no further business or announcements, meeting was adjourned at 6:03 P.M.



Larry Couch, Chairman



Joyce Dean, Secretary



Brandon Caldwell, Treasurer