

MINUTES OF SPECIAL MEETING OF FRYE ISLAND MUNICIPAL SERVICES CORPORATION
MAY 25, 1991

A special meeting of the Frye Island Municipal Services Corporation was held on Saturday, May 25, 1991, at the Community Center building. Four articles were to be considered by those attending. The meeting was called to order at 7:30 p.m. Ballots were given to 97 voters; Joseph Potts was elected Moderator for the meeting. Gil Priestly, Joe Andrews and Marge Hommel served as Ballot Clerks.

Article I:

The first Article for discussion was to authorize the Board of Trustees to borrow funds up to \$.9 million to finance the construction of extensions to the Island's current water system. The Safe Drinking Water Act was explained by Mike Riley, representing the island water consultant, Al Hodsdon. The Safe Drinking Water Act of 1974 guarantees safe, clean, healthy drinking water -- all public water systems serving 25 persons or more must conform to the requirements of the federal mandate by June, 1993. The MSC has been studying various routes to conformity for several years, and have determined four alternatives: 1) connect our system to the Portland Water District; 2) slow sand filtration; 3) ground water via deep hole wells; 4) shut down the water system. The penalties for non-conformance range from \$500-\$25,000 per day -- at this point, the State agencies involved show every indication that they intend to enforce the law to its fullest.

Following the brief overview of the process ahead of the Island, questions were taken from the floor -- most of the questions concerned techniques and Island responsibilities involved in the four alternatives, the costs involved, concern for the environment, impact on current Island infrastructures, and the possibility of obtaining an exemption from conforming to the Safe Drinking Water Act. Carl Hommel, Vic Richards, and Mike Riley answered the questions and responded to concerns.

No final decision has been reached by the MSC Board regarding conformity to the Act. At this time, negotiations are being held with the Portland Water District regarding the possibility of connecting with their system. Efforts to obtain water through deep bedrock wells have proved fruitless. We do not qualify for an exemption to filtration within the SDWA guidelines. Wells, however, are still being investigated.

A vote was taken on Article I. 51 voted for the Article; 44 voted against. A request for a recount was seconded and approved. A request for discussion was seconded and approved. A motion to table Article I was defeated, 43-53.

Joe Braga, Jr. moved that Article I be approved, but amended to require that the MSC Board come back to the voters for authorization prior to spending the money allocated for construction to extensions to the Island's current water system. The motion to amend was seconded. The amendment passed. The vote on the motion as amended carried, 73 pro, 24 con.

Article II:

Chet Mattera moved to table Article II, authorizing the Board of Trustees to levy an assessment to raise money for construction of extensions to the Island's current water system, from the Warrant; motion seconded. After discussion, the question was called and the motion carried. Methods to pay future debt service will be considered at a future meeting.

Article III:

Authorizing the Board of Trustees to appropriate surplus money to make final payments on the new Island ferry dock system, carried. \$15,000 will be moved from surplus to pay for the dock.

Article IV:

Authorizing the Board of Trustees to purchase a compactor rubbish truck, was removed from the agenda. Although the Island has major considerations at present, and in the future must alter the method of treatment and removal of refuse from the Island, at this time it is not necessary to purchase a new truck. Until Standish finalizes their solid waste plan, they will allow us to haul trash as we have in the past. The motion to remove Article IV from the Warrant carried.

The meeting adjourned at 10:00 p.m.

Respectfully submitted,

Kathy Potts, Clerk

NOTICE OF SPECIAL MEETING
OF
FRYE ISLAND MUNICIPAL SERVICES CORPORATION

On Saturday, May 25, 1991, (Memorial Day Weekend) there will be a Special Meeting of the Frye Island Municipal Services Corporation. The meeting will be held at the Country Club on Frye Island at 7:00 PM.

There are three major issues which will be discussed:

- 1) finance options for a water system which will meet the standards of the federal Safe Drinking Water Act;
- 2) a change in the solid waste laws which may require purchase of a new rubbish truck or the contracting for services for waste removal from the Island;
- 3) additional funding for the new Island ferry dock and headwall.

The Corporation will vote:

Article 1) to authorize the Board of Trustees to borrow funds up to \$.9 million to finance the construction of extensions to the Island's current water system.

amended: come to body public for final decision
Article 2) to authorize the Board of Trustees to levy an assessment to raise money for construction of *new* extensions to the Island's current water system.

Article 3) to authorize the Board of Trustees to appropriate surplus money to make final payments on Island ferry dock system. *final*

Article 4) to authorize the Board of Trustees to appropriate surplus money to purchase a compactor rubbish truck, appropriation not to exceed \$60,000.

of agenda

COST SUMMARY

ISLAND FERRY DOCK

Original bid packages sent to seven (7) pre-screened contractors

Two bids made: Cianbro \$208,000
 Bancroft \$299,000

Redesign of headwall and final contract accepted: \$ 164,626

Island expenses related to project \$ 5,872

 Total Cost \$ 170,498

Outstanding Payments: \$ 81,598

Ferry Reserve \$ 66,551

 Total Funds Needed \$ 15,047

Source of Funds

 Undesignated Reserves \$ 59,792

 Restricted \$ 10,581

 Unrestricted \$ 49,211

Surplus (Fund Balance) \$ 81,003