

**SPECIAL COUNCIL MEETING
CITY OF SKY VALLEY, GEORGIA
JANUARY 21, 2011
FRIDAY, 9:00 AM**

TIMESHARE OFFICE, 501 SKY VALLEY WAY

MINUTES

Mayor Martindale called the meeting to order.

Those present: Mayor Martindale, Council President Moore, Councilors Boyle, Howard, Kleiber, and Platt, City Manager Smith, City Clerk Cantrell. Also in attendance: John Washington, Rindt-McDuff Associates.

Council President Moore made a motion to adopt the agenda and to add review of meeting dates as the last item, 2nd Councilor Platt, unanimously approved.

OLD BUSINESS

- Review and award of bid recommendation for water system improvements

Mr. Washington explained that the bids received were higher than the budget projections for the projects. He reviewed the bids received, divided into four divisions, and discussed potential cost savings options. A copy of the bid tabulation and spreadsheet of suggested items for cost savings dated January 19, 2011 is incorporated by reference and attached hereto.

Division 1 Acceptable changes to original project include reduction of the Bee Gum tank size. The proposed tank size was 100,000 gallons. Mr. Washington explained that it was originally thought that the tank sizes are expandable, but that he has received information stating that the tanks are not expandable. He will get confirmation as to whether or not the tank will be expandable. The Council discussed the smaller tank size and decided that if the tank is expandable, to install a 68,000 gallon tank, and if the tank is not expandable, to install an 86,000 gallon tank.

Division 2 Acceptable changes include elimination of the portable generator at Well 3. This will still give the City permanent generators at Well 3 and Well 8, the highest producing wells to provide water in a situation with an extended power outage. The chimney at Well 6 will be added to the acceptable changes. The Council discussed eliminating Well 5 rehab and decided that this should be eliminated from the current project and bid separately.

Division 3 Acceptable changes include using satellite telemetry in lieu of radio and eliminating the solar panels to provide power for the telemetry equipment.

Division 4 Acceptable change is to use C900 pipe in lieu of DIP. Also, wood chips from clearing will be used for erosion control.

Council President Moore made a motion to approve the aforementioned changes with a contract deduction of \$218,423 if the 68,000 tank can be used, but to increase the cost by \$8,000 if the 86,000

tank needs to be installed, 2nd Councilor Platt. City Manager Smith reviewed how the projects will be funded. The City has \$1,500,000 available for funding. The ARC grant of \$300,000 will be received once other funding sources are used, and the loan has \$360,000 loan forgiveness. Mayor Martindale asked about additional expenses for new project. Mr. Washington said that the only portion of the project he thinks might incur additional expense is the relocation of water lines around Bayberry, however he did include some extra for rock. There may be additional sales tax savings if the City can purchase the pipe and asphalt directly from the suppliers. Mr. Washington said the proposals are about 10-percent over the engineering estimates for budget proposal. There being no further discussion, Mayor Martindale called for the vote. The motion passed unanimously.

NEW BUSINESS

- Temporary commercial water rate adjustment for cart barn

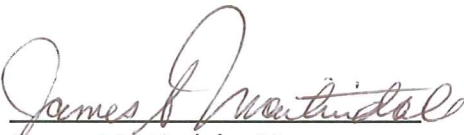
Mayor Martindale presented Mike Young's request to have a temporary water rate reduction for the cart barn. He said that a water line was run from the cart barn to the pavilion and that they are considering adding the pavilion to the septic system so restrooms can be installed. The meter installed for the cart barn and club house is a three-inch meter. Mr. Young requested a rate reduction until the club house is completed and using water. Mayor Martindale recommended reducing the water rate to the one-inch meter commercial rate. Council President Moore made a motion to bill the cart barn at the one-inch commercial rate until the clubhouse is finished, 2nd Councilor Kleiber, unanimously approved.

- Review of regular meeting dates

Councilor Kleiber requested that the March regular meeting be held the second Tuesday of the month. Council President Moore made a motion to approve holding the March regular meeting Tuesday, March 8 at 9:00 AM, 2nd Councilor Kleiber, unanimously approved.

Councilor Platt made a motion to adjourn, 2nd Councilor Kleiber, unanimously approved.

Respectfully submitted:


James Martindale, Mayor

Attested:


Mandi Cantrell, City Clerk