

MINUTES OF THE WORKSHOP MEETING OF THE BOARD OF CITY COMMISSIONERS FOR THE CITY OF PORT ST. JOE FLORIDA, HELD IN THE COMMISSION CHAMBER AT CITY HALL, JUNE 27, 2013 at 12:00 Noon.

The following were present: Mayor Magidson, Commissioners Buzzett, Patterson and Thursbay. City Manager Jim Anderson and City Clerk Charlotte Pierce were also present. City Attorney Tom Gibson and Commissioner McCroan were absent.

The purpose of the Workshop was for the Water and Sewer Rate Study Review with Burton and Associates. Andrew Burnham of Burton and Associates presented a power point presentation to the Commission on their study of the City of Port St. Joe Water and Sewer Rates.

Discussion was held on the presentation and questions were asked by the Commissioners.

The conclusions and recommendations of Burton and Associates are:

A multi-year plan of rate adjustments continues to be required to address annual operating, capital, debt, and reserve requirements comparable to national and local trends.

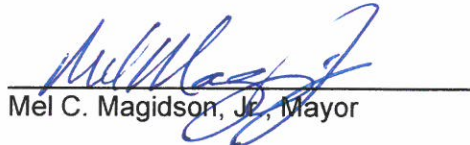
Optimization strategies can reduce required rate adjustments to 3.5% on both Water and Sewer rates by applying impact fees to the expansion portion of debt service and utilize grinder pump revenues for general operating expenses.

The financial update will be critical in FY 2015, to reflect and support refinancing of the Regions Bank loan. Refinancing options / market conditions may change during the next two years, potentially requiring larger future rate requirements.

The workshop was adjourned at 1:00 P.M.

Approved this 2nd day of July 2013.


Charlotte M. Pierce, City Clerk


Mel C. Magidson, Jr., Mayor