

MINUTES OF SPECIAL MEETING  
TOWN COUNCIL  
FEBRUARY 23, 1981

The Special Meeting of the Town of Cinco Bayou Town Council was called to order by Mayor Balsley at 5:00 P.M.

ROLL CALL: Present: Councilwoman Kelley Councilman Davis  
Councilman Usrey Councilman Peek  
Councilman Perry

Also Present: Town Clerk Borchik Town Engineer Burt  
Town Attorney Powell Mr. Pelham  
Town Recorder Hembree Steve Chew - PGDN

SILENT PRAYER

1. INSURANCE PACKAGE FOR THE TOWN OF CINCO BAYOU. Mayor Balsley requested Council review the insurance packages from the Florida League of Cities and Lindsey-Pelham Insurance Agency. Mr. Pelham was present to answer any questions the Council might have concerning his insurance package. Clerk Borchik explained that although individual policy totals may differ, there is less than \$200 difference between the complete packages. After several questions and discussion, Attorney Powell asked Mr. Pelham if his company's Errors and Omissions Insurance covered bad faith and malicious acts. Mr. Pelham did not know, but informed the Council that he would find the answer and advise Council. Mr. Pelham asked the Council to excuse him before voting on the insurance packages. After a lengthy discussion Mr. Pelham was excused. Councilman Peek moved to contract with the Pelham Agency, seconded by Councilman Usrey. There was further discussion before the motion came to a vote. The motion carried unanimously.

2. MEMORANDUM OF UNDERSTANDING ON WATER AND SANITARY SERVICES. A memorandum of understanding prepared by the Okaloosa County Water and Sewer Department was presented to Council for review and comment. The proposal's 8 points covered the manner by which water and sanitary services would be provided to the Town of Cinco Bayou, specifically designating the agency responsible for providing the service, the rates for such service, and the billing procedures. It also called for the County to assume ownership of the sewer system within the Town and be responsible for all maintenance. Water service by Fort Walton Beach was extended 5 years to March, 1986. The Council discussed the proposal at length and believed that several points remained unclear, i.e., specific rates for water and sewer, status of County option to construct a water system, reason for only a 5 year extension, etc. The Council desired additional clarification on the proposed agreement and directed the Town Attorney to meet with the Okaloosa County Attorney and the Fort Walton Beach Attorney to resolve the questions and prepare a new agreement.

3. ADJOURNMENT. The meeting adjourned at approximately 6:00 P.M. on Monday, February 23, 1981.

Irene E. Balsley  
MAYOR

ATTEST:

Albert B. Barshley  
TOWN CLERK

NOTE: A mechanical recording has been made of the foregoing proceedings of which these minutes are a part, and is on file in the office of the Town Clerk.