

Minutes for the Okaloosa Gas District – August 23, 2017

Call to Order

A monthly Board of Directors meeting for the Okaloosa Gas District was held on August 23, 2017 at 364 Valparaiso Parkway, Valparaiso, Florida 32580. It began at 5:30 p.m. and was presided over by Mr. Doug Sims, Chairman, with Mr. Carl Scott as secretary.

Attendees

Voting members in attendance included: Mr. Carl Scott, City of Valparaiso; Mr. Shannon Hayes, City of Crestview; Mr. Doug Sims, Okaloosa County, Mayor Randall Wise, City of Niceville & Mr. John Mead, City of Fort Walton Beach.

Other attendees: Mr. Jose Lozano, CEO; Mr. Gordon King, Executive Vice President; Ms. Anne Bauer, Vice President of Finance; Mr. Brent Haywood, Vice President of Operations & Mr. Eddie Springle, Vice President of Marketing. Mr. Don Anchors & Mr. Sheldon Bernau.

Approval of Minutes

A motion to approve the minutes of the previous June 21, 2017 was made by Mr. Shannon Hayes and seconded by Mayor Randall Wise.

Officers' Reports

The CEO report was presented by Jose Lozano, CEO.

A financial report was presented by Ms. Anne Bauer, Vice President of Finance.

An operations Report was presented by Mr. Brent Haywood, Vice President of Operations.

A corporate services report was presented by Mr. Gordon King, Executive Vice President.

A marketing report was presented by Mr. Eddie Springle, Vice President of Marketing.

Other Reports

Mr. Sheldon Bernau, Vice President, Synovus Trust Company.

Main Motions

A motion was made by Mayor Randall Wise and seconded Mr. Shannon Hayes for the Okaloosa Gas District to renew the Line of Credit in order to provide security from Okaloosa Gas District debt holders. Motion passed unanimously.

A motion was made by Mayor Randall Wise and seconded by Mr. Shannon Hayes to negotiate and purchase strips of gas on behalf of OGD to ESMI that will allow for a lock in fixed portion of the gas that will be consumed by ESMI. The amount of natural gas to be locked in and the price per Dth for that gas has yet to be determined. Motion passed unanimously.

A motion was made to award Walton Construction, Ponce De Leon, FL, the horizontal direction drilling relocation, located at Country Road 30-A, Big Redfish Lake Bridge, in South Walton County, FL. Motion passed unanimously.

A motion was made Mayor Randall Wise and seconded by Mr. John Mead to provide an in-kind service in the sum of no more than \$6,000 for the City of Niceville Senior Center. Motion passed unanimously.

Adjournment

Mr. Doug Sims moved the meeting to be adjourned. This was agreed upon at 7:25 p.m.