

Seneca County Water District #1  
Wednesday, October 25, 2006

**Meeting began at 7:15 a.m.**

**Present:** James Gabriel                      Jack Holley                      Sarah Ryan  
                  Angel Lawrence                      David Kaiser                      Dan Duddleston  
                  David Dresser                      Joan Teichner                      Terry Potts

**Absent:** Ed Barto  
                  David Terry, Jr.

**Approval of Minutes:**

September Regular Board Meeting:

Motioned: Joan Teichner

Seconded: David Dresser

Carried Unanimously

**Correspondences:**

1. Request for bill of sale for list of items
  - a. We are still waiting for this
2. NYS DEC Regarding Empire Biofuels
  - a. A copy of their report was given to us for our information
3. Water tap request
  - a. This is in phase 2
4. Cilion letter of request
  - a. Meeting will address this request

**Water Maintainer's Report:**

A 10-Year plan was devised for the board members review. We know that this will have to be revised over the years because the cost of items will continue to increase. For example the mixing system that we estimated at \$50,000.00 is already closer to \$80,000.00 for this.

Jack has provided a couple of quotes for the project that is scheduled for this year's budget. Jack would like to use Wilkins Construction for this project. We have replaced 4- 12x12 metal overhead doors and 1 12x10 metal overhead doors. These doors are not insulated. The board recommends we advertise as surplus for sale.

The final hookup has been completed from the list of original hookups anticipated.

**District Counsel Report:**

Jim has spent time with Gary Cannerelli developing an agreement that will work and allow Cilion to pay the district for the services they use our engineers for. We would bill them for the services and we would pay O'Brien & Gere. A letter of credit would be issued and we would draw against that money to make these payments. This is a prepayment for services. This process would assure the district isn't out any money. We will own the intakes and any line that feeds to the ethanol plant. We will not be relinquishing our ownership to any of the lines or any part of the intakes.

Jim met with Glen Cooke to assure the Seneca County IDA will remain neutral and will not be influenced by Waterloo or this board on the decision to open the water intakes.

**Financial Report:**

Final budget proposal was submitted for consideration of adoption.

**Administrator's Report:**

We met with Ejnar Knudsen, Vice President of the Cilion Corporation, along with Kevin Swartley, Vice Chair of Empire Biofuels and their engineers. Our engineers were also in attendance. This was a very productive meeting that included a tour of the intakes so they would have a better understanding of the size and operation of this plant. We will be meeting again with them on Thursday, October 26, 2006 at 1:30 p.m.

Jack, David, Gary Cannerelli, Rich Gehl and Tom Scholes met with DEC representatives with regard to the permitting process and what is required to make this happen. It was recommended we include the proposed ethanol facility in our request for permits.

**Verification of Payables:**

Motioned by: David Dresser

Seconded by: Terry Potts

Carried Unanimously

**Resolutions:**

30-06 Adopt Preliminary Budget as 2007 Budget

Motioned by: Joan Teichner

Seconded by: Terry Potts

Carried Unanimously

31-06 Authorize Water Hookup

Motioned by: Joan Teichner

Seconded by: Terry Potts

Carried Unanimously

32-06 Accept 10-Year Plan

Motioned by: Joan Teichner

Seconded by: David Dresser

Carried Unanimously

33-06 Budget Appropriation Transfers

Motioned by: David Dresser

Seconded by: Terry Potts

Carried Unanimously

40-06 Accept Wilkins Construction Bid for Bldg. 146 project

Motioned by: Joan Teichner

Seconded by: David Dresser

Carried Unanimously

41-06 Authorize Board Clerk to Advertise for Bids on Surplus Doors  
Moted by: Joan Teichner  
Secoded by: David Dresser  
Carried Unanimously

The next board meeting will be held at the Romulus Town Hall in Willard on November 22, 2006 at 7:00 a.m.

**Adjournment: 8:03 a.m.**

Moted by: David Dresser  
Secoded by: Joan Teichner  
Carried Unanimously