

MINUTES OF SPECIAL MEETING OF KISSIMMEE UTILITY AUTHORITY, FRIDAY, DECEMBER 15, 2000, 2:00 P.M., BRINSON BOARDROOM, ADMINISTRATION BUILDING, 1701 WEST CARROLL STREET, KISSIMMEE, FLORIDA.

Present were Chairman Walter, Director Gemskie, Director Hart, Director Shearer, Mayor Gant, Attorney Carpenter, General Manager Welsh and Recording Secretary Fizer. Director Toro was absent.

A. **MEETING CALLED TO ORDER** at 2:00 P.M. by Chairman Walter.

B. **PLEDGE OF ALLEGIANCE**

The Board and staff recited the Pledge of Allegiance.

C. **INSTALLATION OF NEW BOARD MEMBER**

General Manager Welsh administered the oath of office to Bill Hart. The Board congratulated Director Hart for his appointment to the Board.

D. **ELECTION FOR VACATED OFFICER POSITION(S)**

It was noted that the Charter states when an office is vacated an election is to be held when all board members are present. This was postponed until all board members could be present.

E. **APPROVAL OF PURCHASE OF CERTAIN COMPONENTS FOR THE HANSEL GAS TURBINE FROM SIEMENS WESTINGHOUSE**

Ben Sharma, director of Power Supply, noted that purchase of these components has no relationship with the forced outage caused by the unit's recent compressor failure. Jeff Ling, manager of Power Production, explained the function of each component and why they are needed now. Director Gant asked if these part replacements could have been foreseen when approval was given for the turbine teardown. Mr. Ling reported that once the unit was torn down these replacements became evident.

ACTION: Motion by Director Shearer, seconded by Director Gemskie, to approve the purchase of gas turbine components for the Hansel GT unit from Siemens-Westinghouse for the discounted price of \$821,504.70.

Motion carried 4 - 0

F. **APPROVAL OF CONTRACT TO PURCHASE SHORT TERM FIRM CAPACITY & ENERGY FROM ORLANDO UTILITIES COMMISSION**

Ben Sharma said that comparison of the forecasted peak demand for our system during the months of January and February 2001 indicates a deficiency in KUA's resources of approximately 45 megawatts. This is occurring because of the unavailability of the Hansel combined cycle unit currently under repair that is not expected to be back in service until Spring. In order to balance the projected deficiency KUA has negotiated a contract with Orlando Utilities Commission to purchase power.

ACTION: Motion by Director Gemskie, seconded by Director Hart, to approve the contract to purchase short term firm capacity and energy from Orlando Utilities Commission (OUC) under the terms and conditions in OUC's proposal. Also authorize the Chairman and the Secretary to execute the acceptance of the proposal.

Motion carried 4 - 0

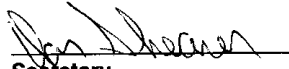
G. **HEAR GENERAL MANAGER, ATTORNEY, DIRECTORS**

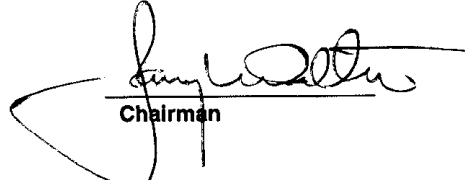
General Manager Welsh thanked the Board for holding the special meeting on such short notice. He also wished all a Merry Christmas and Happy New Year.

Joy Carpenter introduced herself to the Board. She noted that Attorney Brinson was recovering well from a medical procedure performed at the hospital and should be back in the office next week.

Director Gant wished all happy holidays. Director Shearer inquired about the attendance at the Users Support Group. Director Gemske wished all happy holidays. Director Hart thanked the Board for their support at the recent City Commission meeting at which he was confirmed as a KUA board member. Chairman Walter welcomed Director Hart and wished all a happy holiday season.

H. ADJOURNMENT - Chairman Walter adjourned the meeting at 2:30 p.m.


Secretary


Chairman

OATH OF OFFICE

I, William Hart, do solemnly swear that I will support, protect and defend the Charter and Bylaws of the Kissimmee Utility Authority against all enemies, domestic and foreign, and that I will bear true faith, loyalty and allegiance to the same; that I am entitled to hold office under the Charter; that I will faithfully perform all the duties of the office of Director of the Kissimmee Utility Authority, on which I am about to enter. So help me God.

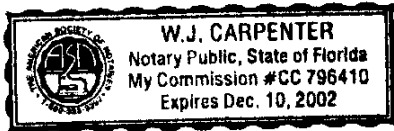


William Hart

Sworn to and subscribed
before me this
15th day of December 2000
1996.



Attorney for the
Kissimmee Utility Authority



Official Notary Seal

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