

To: BOARD OF ALDERMEN
AND CLERK, CITY OF CALHOUN

Following are my reasons for vetoing action of aldermen at Monday meeting of City Council whereby City was to erect 500,000 gallon reservoir (or standpipe) and lay 8-inch water main to property ~~XX~~ of Mr. Vern Kuklman north of city:

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1. City could furnish adequate water supply for Cherokee Dye Co. by extending present 6-inch main some 1,800 feet at cost of approximately \$3,500. This however would be inadequate for sprinkler system desired by Cherokee Dye for lower insurance rates.
2. Anticipated revenue from customer would not justify such an expenditure and would therefore make it mandatory for city to take money from general fund and place it in water revenue sinking fund.
3. City expects to enlarge filter plant within two years. (This estimate based on past and present demand for water.) To sell \$70,000 in certificates now could mean having to pay higher interest rates on money required to enlarge plant because our first mortgage borrowing power might be exhausted.
4. This expansion was not approved or recommended by our consulting engineers, Wideman and Singleton of Atlanta or our city engineer and the chairman of the city's water and light committee, Alderman Dickinson, voted against it.
5. I felt and still feel that a suitable site can be acquired within our corporate limits for Cherokee Dye Co., so that the city would not lose this customer's electrical account and taxes as well as water revenue. I further believe that keeping this concern in the city will be beneficial to both Cherokee Dye and the city. The city of course from revenue and the company from lower insurance rates, with city fire protection, police protection, garbage collection and disposal and sewerage.

Respectfully submitted, Hoyt Edwards, Mayor,
City of Calhoun