

METROPOLITAN SEWERAGE DISTRICT BOARD

May 17, 1983

The regular monthly meeting of the Metropolitan Sewerage District Board was held in the Boardroom of MSD's Administration Building at 2 p.m., Tuesday, May 17, 1983.

Chairman Robinson called the meeting to order, and Mrs. Crowe called the roll. In addition to the Chairman, the following members were present: Messrs. Batts, Boggs, Clark, Dent, Pope, Smith, Warlick, and Williams and Mrs. Sciara.

In addition to the Board, Mr. John S. Stevens, Mr. Dean Huber, Mr. W. H. Mull, and Mrs. Jan Crowe were present.

MINUTES OF PUBLIC HEARING

At 2:03 p.m., Chairman Robinson declared a public hearing open for the consideration of a proposed 1983-84 budget as advertised in THE ASHEVILLE CITIZEN and THE ASHEVILLE TIMES on April 22, 1983.

NOTICE OF PUBLIC HEARING BEFORE THE BOARD OF THE
METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY

Notice is hereby given that the Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, will hold a public hearing at the Administration Building of the Metropolitan Sewerage District at the Main Treatment Plant on N. C. Highway 251 North, Woodfin, North Carolina, at 2 p.m., Tuesday, May 17, 1983, on the preliminary budget of Current Expenses of the Sewerage System for the fiscal year beginning July 1, 1983, and ending June 30, 1984.

C. LeRoy Robinson
Chairman of the Board

Approved as to form:
John S. Stevens, Attorney
April 22, 1983

Receiving no reply from either the public (no one from the general public attended the meeting) or the Board members, Chairman Robinson at 2:04 p.m. announced that the public hearing was closed.

Thereupon, Chairman Robinson reconvened the regular monthly meeting.

Chairman Robinson then asked the Board for its consideration of the budget for fiscal year 1983-84. Mr. Clark moved that the preliminary O & M budget, which contains an overall increase of \$162,500 over fiscal year 1982-83 budget, be adopted as presented to the Board. Mr. Dent seconded the motion, and roll call vote was unanimous in favor of the motion. Copies of the resolution adopting this budget and FY 1983-84 budget are attached to and thereby made a part of these Minutes.

Mr. Boggs moved that the minutes of the April 19 meeting stand approved as written. Mr. Clark seconded the motion, and voice vote was unanimous in favor of the motion.

Mr. W. H. Mull, Engineer-Manager, reported on the following:

- a. Report from Trustee, Charles "Chip" Cole, III, Wachovia Bank Bond Department: In response to the Board's request that the Trustee attend a meeting and present to the Board advice regarding the purchase and early retirement of bonds by the District versus interest earned on investments, Mr. Cole presented a report on computation of price of a fixed income security and commented on voluntary acceleration of maturity

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of debt. After his report, it was the consensus of the Board that Mr. Mull obtain information on yield, etc., whenever MSD bonds are presented for retirement. This report was received as information by the Board.

- b. Ratify Board's decision to purchase \$5,000 of MSD bonds: Mr. Smith moved that the Board ratify the action taken by the Board, and Mr. Pope seconded the motion. Roll call vote was unanimous in favor of the motion. The bonds purchase consisted of \$5,000 face amount, due 7/1/98, with 3.80% coupons attached. The purchase price was \$2,872.80 plus accrued interest of \$69.67.
- c. Hydroelectric project update: Mr. Mull presented to the Board a proposal to provide water flow and facilities for fisheries enhancement as discussed with the U. S. Fish and Wildlife Services and the N. C. Water Resources Commission on April 28, 1983, at Raleigh. In the matter of flow, the MSD plans to operate the proposed power plant in such a way that there will be continuous spills over the dam varying from 105 to 327 cfs for all river flows less than 2,000 cfs. For fish passage, the MSD will provide a suitable foundation at the downstream toe of the dam outside the flume wall for a future fish lock and incorporate a 30x30" channel in the top of the dam for an entrance/exit to the reservoir from such lock, subject to approval of FWS and/or N. C. Wildlife Resources Commission, after the success of two downstream locks at Capitola and Marshall Dams has been determined by the FWS, NCWRC, and the public, and after 2,000 spawning fish have successfully passed the downstream locks and 400 of the spawning fish appear at Craggy Dam for three consecutive years. As for a screening device, which is to prevent fish from going through the power plant, this would not be installed unless fish mortality at Marshall Dam downstream has shown that it would be beneficial and unless CP&L installs screening devices at their plant intake. After Mr. Mull's report, Mr. Smith moved that the Board direct Mr. Mull to forward these recommendations to the FWS and tell them that the MSD is willing to do those things to protect the fish in the river as soon as documented proof is presented to the Board that those things should be done and that the methods will work. Mr. Dent seconded the motion, and roll call vote was unanimous in favor of the motion.

In response to Mr. Boggs inquiry as to the length of time since the hydro project was first considered by the Board, information was presented to the Board showing that the initial meeting was held November 19, 1981; those present were Mr. Dick Woodruff, two CP&L representatives, and Mr. Mull. That meeting was discussed at the regular January 19, 1982, meeting, at which time a special Board meeting was scheduled with CP&L representatives on the feasibility of undertaking the hydro project.

- d. Status report on Hominy Valley, South Buncombe, and Weaverville projects: Hominy Valley: Phases I and II are complete; Phase III is 96% complete, with a projected completion date of 6/30/83. South Buncombe: Phase I is complete; Phase II is 75% complete; Phase III, work has begun for CFW and should be completed 12/2/83, with Hayes & Lunsford's completion date being 12/13/83; Phase IV, design being updated for bid. Weaverville: Project is 18% complete, with Scientific Electric 9% complete. This report was received as information by the Board.
- e. Right-of-Way Review Committee report: Mr. Pope moved that the Board ratify these actions authorizing the following, all on the South Buncombe project: #30A, Larry J. Morgan, up to \$750; #32, Charles H. Bowles, up to \$4,000; #45, Charles H. Bowles, tap and up to \$300. Mr. Williams seconded the motion, and roll call vote was unanimous in favor of the motion.

MSD Metropolitan Sewerage District of Buncombe County, North Carolina.

W. H. Mull, P.E., Engineer-Manager
P. O. Box 8969, Asheville, N. C. 28814
Telephone: Area Code 704-254-9646

John S. Stevens, General Counsel



C. LeRoy Robinson, Chairman
M. Leon Williams, Vice-Chairman
Walter J. Batts
Ben H. Clark
Charles M. Dent
Roy W. Pope
Diane M. Sciara
Frank S. Smith III
Paul W. Warlick

I, Roy W. Pope, Secretary to the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, do hereby certify that the attached is a true and correct copy of the FISCAL YEAR 1983-84 BUDGET adopted by the Metropolitan Sewerage District Board at their regular meeting held May 17, 1983.

WITNESS my hand and seal of said District this 17 day of May, 1983.

By: _____

Secretary to the Board
Metropolitan Sewerage District
of Buncombe County

OPERATION AND MAINTENANCE FUND--STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE MONTH OF _____ AND _____ MONTH ENDED _____ COMPARED WITH PREVIOUS YEAR

	1983-84 Budget	Current Year Month Month of _____ Ended _____	Prior Year Month Month of _____ Ended _____
Salaries	133,500		
Billing & Collections	52,000		
Telephone & Telegraph	6,200		
Travel & Convention Expenses	4,000		
Office Supplies	5,500		
Power & Water	4,000		
Directors' Fees & Expenses	7,500		
Insurance	45,000		
Dues & Subscriptions	1,000		
Accounting Service @ 1% of Payroll	5,000		
Consulting Engineers	10,000		
Legal Fees & Expenses	15,000		
Trustee Fees	8,500		
Audit	3,500		
Postage & Petty Cash	2,000		
Repairs--Office Equipment	600		
Social Security Taxes @ 6.70%	34,000		
Contributions--Retirement Fund @ 8.38%	42,000		
Vehicle Expenses	4,800		
Capital Outlay (Equipment)	13,000		
Contingency	13,200		
Total Administrative & General	410,300		

	1983-84 Budget	Current Year: Month of _____	Ende... _____	_____	Ende... _____
Salaries & Wages	365,000				
Chemicals	42,000				
Telephone	3,500				
Power & Lights	410,000				
Maintenance Supplies & Small Tools	7,500				
Water & Garbage	16,000				
Vehicle Expense	15,500				
Laboratory Supplies	5,000				
Uniform Service	3,200				
Schools	2,200				
Maintenance (Buildings & Grounds)	14,000				
Maintenance (Pipeline)	8,000				
Maintenance (Equipment)	85,000				
Capital Outlay--New	20,000				
Equipment Replacement	52,000				
Contingency	34,200				
Total Operations Expenditures	1,083,100*				
Total Disbursements	1,493,400**				
Transfer Interest to Revenue					
Total					
Receipts:					
Transfer from Revenue Fund					
Others:					
Total Receipts					
Excess of Receipts over Disbursements					
(Disbursements over Receipts)					
Cash Balance:					
Beginning of Period					
Ending of Period					

*The current expenses for each month are estimated to be one-twelfth (1/12) of the annual budget.

**Estimated revenue to be collected from sewer service charges for this fund equal to \$1,493,400.

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Frank S. Smith III
Paul W. Warlick

I, Roy W. Pope, Secretary to the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, do hereby certify that the attached is a true and correct copy of the resolution adopted by the Metropolitan Sewerage District Board at its regular meeting held

May 17, 1983.

WITNESS my hand and seal of said District this 17 day of May, 1983.

By Roy W. Pope
Secretary to the Board
Metropolitan Sewerage District
of Buncombe County

RESOLUTION OF THE METROPOLITAN SEWERAGE
DISTRICT BOARD OF BUNCOMBE COUNTY

BE IT RESOLVED that the Metropolitan Sewerage District Board of Buncombe County does hereby adopt the attached Annual Operation and Maintenance Budget for the Fiscal Year 1983-84, this being the same Preliminary Budget which was presented at the regular Board meeting on April 19, 1983, currently lying on the table and totaling \$1,493,400., of which the estimated monthly budget is equal to one-twelfth (1/12) of the total budget.

By C. LeRoy Robinson
C. LeRoy Robinson, Chairman
Metropolitan Sewerage District
Board of Buncombe County

Attest:

W. H. Mull
W. H. Mull
Engineer-Manager

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- f. Status report on application of liquid sludge to agricultural lands: Mr. Mull told the Board that a proposed contract has been received and that this project will be begun as soon as the contract has been signed and farmlands made available for the application. The local Farmers Bureau Board is responsible for finding suitable land, and North Carolina State University Agricultural Research Department is coordinating the permit application to North Carolina Department of Natural Resources and Community Development. This report was received as information by the Board.
- g. Land rights costs for Hominy Valley and South Buncombe: For Hominy Valley, original estimate was \$.75/foot for 80,000 feet of sewer line, with actual cost/foot being \$4.80. For South Buncombe, original estimate was \$.75/foot for 95,000 feet of sewer line, with actual cost/foot being \$4.67. The original estimates were prepared in 1975 prior to EPA's right-of-way regulations implementation and were based upon prior MSD projects. Actual costs for both projects include surveying and engineering (strip maps, condemnation plats, detailed property surveys, line relocations, meetings with property owners, testimony, etc.), legal (title search, meeting with property owners, condemnation cases and coordination with review committee, engineers, surveyors, and appraisers), land costs (includes amounts paid to property owners and amounts paid to Mr. Cooper and Mr. Jarvis), and appraisals (includes local share of appraisals, reappraisals, and testimony). Total cost through April, 1983, for Hominy Valley is \$383,490; for South Buncombe, \$443,330. This report was received as information by the Board.

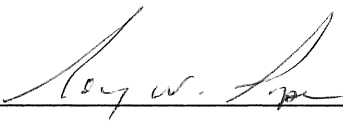
Mr. Smith, Chairman of the Sewer Service Charge Committee, presented a report on domestic user charges and concluded by saying that the committee recommended that the Board consider evaluating domestic user charges on an annual basis (after audit, the same as industrial charges are evaluated), which would allow annual changes which would reflect actual costs for the ending fiscal year with any change being effective October 1 of each year. Mr. Warlick then moved that the Board adopt this policy and set the domestic user charge annually, beginning in October of this year. Mr. Williams seconded the motion, and roll call vote was unanimous in favor of the motion.

Mr. Smith moved that the Board enter Executive Session for the purpose of discussing personnel matters. Mr. Pope seconded the motion, and voice vote was unanimous in favor of the motion. The Board entered Executive Session at 3:36 p.m.

At 4:03 p.m., Chairman Robinson reconvened the regular Board meeting.

Date of the next regular meeting of the MSD Board will be June 21, 1983.

There being no further business, the meeting was adjourned at 4:05 p.m.


Secretary