

**RESOLUTION ADOPTED INSTRUCTING TRUSTEE TO TRANSFER ANY SURPLUS FUNDS INTO RESERVE ACCOUNT FOR
REMAINDER OF CURRENT FISCAL YEAR.**

The regular monthly meeting of the Metropolitan Sewerage District Board was held in the Board Room 501, City Building, Asheville, North Carolina, at 2:00 p. m. on Tuesday, February 17, 1970.

In the absence of Chairman Peterson and Vice Chairman Garrison, the meeting was called to order by Mr. Dawson, Treasurer, and Mrs. Swicegood, Secretary, called the roll with the following members present: Mr. Dawson, Mrs. Swicegood, Mr. Baker, Mr. Clark, Mr. Martin, and Mr. Williams.

The members having received copies of the previous minutes, Mr. Baker moved and Mr. Williams seconded the motion that they be approved as recorded. This motion was carried unanimously.

Mr. Johnson, Engineer-Manager, in his communications and progress report read a letter from the N. C. Department of Water and Air Resources stating they were forwarding approved plans and specifications for the Crescent Hill Treatment Plant to the Federal Government for final approval of the project.

Mr. Johnson commented on correspondence from The Manor Retirement Club requesting forgiveness of sewer service charges on water in the swimming pool for 1967-68 after having been refunded for charges for 1969-70. Mr. Baker moved that we deny the request and conform to the MSD Statement of Policy. Mrs. Swicegood seconded the motion and it was carried unanimously.

Mr. Johnson commented briefly on the Operation and Maintenance Report for January, copies of which had been sent to each Board member. He then introduced Mr. James Canter, Corporate Trust Department, Wachovia Bank and Trust Company, Raleigh, North Carolina, Trustee for the Metropolitan Sewerage District. Mr. Canter had been requested by the Board to come and review the financial status of the MSD. Mr. Canter outlined the several courses of distribution of MSD money as authorized in the Bond Resolution as being the Repair & Extension Fund, Reserve Account, and the Bond Redemption Account. It was pointed out that one money was deposited in the Bond Redemption Account that it could not be withdrawn for some other account should the need occur. After discussion, Mr. Johnson and Mr. Hendon recommended that all surplus funds be deposited in the Reserve Account. Following this recommendation and more discussion by the Board, Mr. Martin moved the adoption of the following resolution:

RESOLUTION

WHEREAS, Section 508, V-14, paragraph (d) of the Bond Resolution allows the Board to determine the maximum amount in the Reserve Account; and

WHEREAS, the Consulting Engineer, Engineer-Manager, and the Trustee recommend and concur in the following resolution:

Minutes

2-17-70

Continued

BE IT RESOLVED, that the Trustee transfer any surplus or unencumbered funds existing in the Revenue Fund during the remainder of the current fiscal year to the Reserve Account, said funds to remain in this account until further instruction by the Board.

Mr. Williams seconded the adoption of the above resolution and the roll call vote was unanimous.

There being no further business, the meeting adjourned at 3:15 p. m.

Following the meeting an executive session was held to discuss possible expanded activities. No formal action was taken. Session adjourned at 4:00 p. m.

February 17, 1970


Secretary