BOARD OF THE METROPOLITAN SEWERAGE DISTRICT
September 16, 2026

1. Call to Order and Roll Call:

The regular monthly meeting of the Metropolitan Sewerage District Board was held in the Boardroom of MSD's Administration Building at 2:00 pm, Wednesday, September 16, 2026. Chairman VeHaun presided with the following members present: Bryson, Endries, Lapsley, Manheimer, Pelly, Pennington, Player, Tarleton, Watts, Whitesides and Wisler. Ashley and Moore were absent.

Others present were William Clarke, General Counsel; Jesse Swords with Allen, Stahl and Kilbourne; Tom Hartye, Hunter Carson, Scott Powell, Mike Stamey, Bart Farmer, Derrick Swing, Samuel Gettleman, Spencer Nay and Pam Nolan, MSD.

2. Inquiry as to Conflict of Interest:

Mr. VeHaun asked if there were any conflicts of interest with the agenda items. No conflicts were reported.

3. Approval of Minutes of the August 19, 2026 Board Meeting:

Mr. VeHaun asked if there were any changes to the Minutes of the August 19, 2026 Board Meeting. Mr. Watts moved for approval of the minutes as presented. Mr. Pelly seconded the motion. Roll call vote was as follows: 12 ayes; 0 Nays.

4. Discussion and Adjustment of Agenda: None.

5. Introduction of Guests:

Mr. VeHaun welcomed Jesse Swords with Allen, Stahl, and Kilbourne.

6. Informal Discussion and Public Comment:

Mr. VeHaun reported that Mr. Hartye gave an excellent presentation at the Woodfin Town's Board Meeting. He included a lot of useful information that they don't normally get to hear.

7. Report of General Manager:

Mr. Hartye reported that MSD has received the Clean Air Compliance Award from Buncombe County Air Quality for the French Broad Reclamation Facility for 2025. Thanks to all the Plant personnel.

Mr. Hartye reported that at this meeting The Board will be asked to consider the Resolution Authorizing the Issuance of Revenue Bonds. The Resolution authorizes issuance of bonds in the aggregate principal amount not to exceed $150 Million to pay for the treatment plant, pump station, and sewer collection system improvements and the potential partial refunding of the

Series 2014 Revenue Bonds. The Bond sale date is scheduled to be October 7th and the closing on October 22nd.

Mr. Hartye reported that the September Right of Way Committee Meeting is cancelled. The next Right of Way Committee Meeting will be held on October 28th at 9am. The next Regular Board Meeting will be held on October 21st at 2 pm.

8. Consolidated Motion Agenda:

a. Consideration of Bids–Intermediate Clarifier Effluent Trough Rehabilitation Phase 3:

Mr. Hartye reported that Phase 3 will include replacement of the troughs and underdeck equipment in both northern basins. The underdeck equipment was approved for sole source purchase in April, 2025 and has been delivered. This Phase was formally advertised, and one bid was received on August 27, 2026. Per NC Statutes the project was re-advertised, and one bid was received on September 3, 2026 as follows: Cove Utility, LLC in the amount of $2,789,000.000. The apparent low bidder is Cove Utility LLC with a bid amount of $2,789,000.00. Cove Utility LLC was the Contractor on Phase 1 and 2 of this project and performed well. The construction budget for this project is $3,100,000.00 and will span over fiscal years 2027 – 2028. Therefore, a Capital Project Ordinance is attached. Staff recommends award of the contract to Cove Utility LLC in the amount of $2,789,000.00, subject to review and approval by District Counsel.

b. Consideration of Developer Constructed Sewer Systems – Terra Futura; Old Toll Road; Meribel Apartments; Reems Creek Village Road; Crestfield Avenue:

Mr. Hartye reported that the Terra Futura project is located along Huffman Road in the City of Asheville and included extending approximately 197 linear feet of 8-inch public gravity sewer to serve 4 multi-family units.

Mr. Hartye reported that the Old Toll Road project is located along Old Toll Road in Buncombe County and included extending approximately 637 linear feet of 8-inch public gravity sewer to serve 14 single-family units.

Mr. Hartye reported that the Meribel Apartments project is located along Monticello Road in Buncombe County and included extending approximately 295 of 8-inch public gravity sewer to serve 168 multi-family units.

Mr. Hartye reported that the Reems Creek Village project is located along Reems Creek Road in Buncombe County and included relocating approximately 143 linear feet of existing public sewer and extending 1,440

linear feet of existing 8-inch public gravity sewer to serve 35 single-family units.

Mr. Hartye reported that the Crestfield Avenue project is located in Buncombe County and included extending approximately 177 linear feet of 8-inch public gravity sewer to serve5 single-family units.

Staff recommends acceptance of the aforementioned developer constructed sewer systems. All MSD requirements have been met.

c. Cash Commitment Investment Report – Month ended July, 2026:

Mr. Powell reported that Page 28 presents the makeup of the District's Investment Portfolio. The significant change from June was the debt service payment in the amount of $7 Million on July 1st. Page 29 presents the MSD Investment Manager's report as of the month of July. The weighted average maturity of the investment portfolio is 101 days and the yield to maturity is 3.71%. Page 30 presents the District's Analysis of Cash Receipts. Monthly domestic sewer revenue is considered reasonable based on timing of cash receipts and historical trends. Monthly and YTD industrial sewer revenue as well as facility and tap fees are considered reasonable based on historical trends. Page 31 presents the Districts' analysis of expenditures. Monthly and YTD expenditures are considered reasonable based on historical trends. Page 32 presents the District's Variable Debt Service Report. The 2008A Series is performing better than budgeted expectations. As of the end of August, the issue has saved the District rate payers approximately $8.2 million in debt service since April of 2008.

With no further discussion, Mr. VeHaun called for a motion to approve the Consolidated Motion Agenda. Ms. Wisler moved, Ms. Bryson seconded the motion. Roll call vote was as follows: 12 ayes; 0 Nays.

9. Series Resolution Authorizing Issuance of Revenue Bonds:

Mr. Powell reported that on August 19the the Board approved an application to the North Carolina Local Government Commission (LGC) to issue revenue bonds to provide funding for the CIP as well as a partial refunding of the District's outstanding Series 2014 revenue bonds. The application was submitted on September 1st. Pursuant to the Bond Order, the District Board is required to adopt a Series Resolution authorizing issuance of the bonds and related actions necessary to sell the bonds. Attached is the Series Resolution. This is not to exceed $150 Million. Out of that $150 Million the District's new money request is roughly $120 Million. There is an option to refund the Series 2014 revenue bonds if the savings are what the District would consider reasonable. Due to the nature of the District going into the Bond Market in approximately 2 more years, this will be looked at on a weekly basis. As of last week, Wells Fargo stated that our bonds would be roughly 4.543%, which is well below the 5% in

the attached Business Plan. In addition to the Series Resolution, there is also attached a detailed listing of the projects that we will be requesting reimbursement from that are currently completed as well as in the process of completion. The attached Business Plan has been updated showing current revenues. Davenport had a bond issuance this week and it was of the same credit quality as the District. That issuance was at 4.75%. There are fluctuations in interest rates. There was some discussion regarding current interest rates and oil prices. Staff recommends approval of the attached resolution. Mr. VeHaun called for a motion to approve the Resolution. Mr. Pennington moved, Mr. Whitesides seconded the motion. Roll call vote was as follows: 12 ayes; 0 Nays.

10. Old Business:

Mr. Hartye reported that Jesse Swords is present to speak to the Board. Mr. Swords stated that he is an attorney with Allen, Stahl and Kilbourne who are representing the Developers of Pinners Cove Subdivision. He stated that they came before this Board in the Fall appealing a decision that had been made by Staff. They had a hearing before the Planning Committee and a hearing before this Board and the appeal was denied. Mr. Swords stated that they then filed a lawsuit about the decision itself and about asking the Court to determine the effect of a new law that was passed a few years ago. He reviewed that what they were asking for is a system that he states is identical to the system agreed to by MSD. They have an agreement within their restrictive covenants that says they can build the system, and there is a public extension component and a private component. The public extension portion would be permitted by MSD. The private system component would be permitted by NCDEQ and the Developer would own and operate the private system. The condition from MSD is that no lots in this subdivision can be sold. It requires the whole 250 something lot subdivision to be held by a single developer. What they are asking for is to lift that restriction on selling the lots. The offer from their client is, instead of owning and operating the private part themselves, they will turn it over to a third-party state licensed utility provider for ownership, operation and maintenance. That will be subject to regulations by the utility commission. If this third-party operator were to want to get out of it somehow or switch to someone else there is a process by which they have to hand over control to someone else. He stated that MSD can settle this lawsuit without changing its overall policy but there are distinguishing factors. It is the only approved hillside development subdivision with a conservation easement in Buncombe County. The development has an 80-acre conservation easement that was part of the subdivision approval so that's been accepted by a conservation organization, and it is part of the subdivision approval so they couldn't go forward with the subdivision if anything happened to the conservation easement. There was some discussion regarding the location which is off of Pinners Cove on the other side of the ridge from Ballantree Drive and Given's Estates. Mr. Clarke asked if the system he is talking about would be a private pump station with the sewer system serving the individual lots. Mr. Swords stated that he is parroting what is in the restrictive covenants

and he doesn't think it specifies where the gravity system would end. Mr. Carson stated that it was discussed in the October Hearing and the November Board. Mr. Swords stated that it may depend on a higher resolution of this exhibit, whether that's part of the restrictive covenant or not, his client is willing to build the gravity part to public standards. Mr. Clarke stated that by State Law you would have to be serving more than one lot. There was no further discussion.

Mr. VeHaun called for a motion to go into Closed Session at 2:27 pm to discuss the pending lawsuit between KLP Pinners EAT LLC vs. the Metropolitan Sewerage District and the District Board, Case Number 26 CV 473-100. Mr. Whitesides moved, Ms. Wisler seconded the motion. Voice vote in favor of the motion was unanimous.

The Board returned to Open Session at 3:25 pm. The MSD Board voted unanimously to take no action at this time.

11. New Business: None.

12. Adjournment:

With no further business, Mr. VeHaun called for adjournment at 3:26 pm.

Jackie W. Bryson, Secretary/Treasurer

Metropolitan Sewerage District

Regular Board Meeting

September 16, 2026, 2 pm

	Agenda Item	Presenter
	Call to Order and Roll Call	VeHaun
	01. Inquiry as to Conflict of Interest	VeHaun
	02. Approval of Minutes of the August 19, 2026 Board Meeting	VeHaun
	03. Discussion and Adjustment of Agenda	VeHaun
	04. Introduction of Guests	VeHaun
	05. Informal Discussion and Public Comment	VeHaun
	06. Report of General Manager	Hartye
	07. Consolidated Motion Agenda	Hartye
	a. Consideration of Bids – Intermediate Clarifier Effluent Trough Rehabilitation – Phase 3	Hartye
	b. Consideration of Developer Constructed Sewer Systems – Terra Futura; Old Toll Road; Meribel Apartments; Reems Creek Village Road; Crestfield Avenue	Hartye
	c. Cash Commitment/Investment Report-Month ended July, 2026	Powell
	08. Series Resolution Authorizing Issuance of Revenue Bonds	Powell
	09. Old Business	VeHaun
	10. New Business:	VeHaun
	11. Adjournment: (Next Meeting 10/21/26)	VeHaun
	STATUS REPORTS	

BOARD OF THE METROPOLITAN SEWERAGE DISTRICT
August 19, 2026

1. Call to Order and Roll Call:

The regular monthly meeting of the Metropolitan Sewerage District Board was held in the Boardroom of MSD's Administration Building at 2:00 pm, Wednesday, August 19, 2026. Vice-Chairman Whitesides presided the first half of meeting; Chairman VeHaun presided the second half with the following members present: Ashley, Bryson, Endries, Manheimer, Pelly, Pennington, Player, Tarleton, Watts, and Wisler. Lapsley and Moore were absent.

Others present were William Clarke, General Counsel; Forrest Westall with McGill Associates; Tom Hartye, Hunter Carson, Scott Powell, Mike Stamey, Bart Farmer, Derrick Swing, and Pam Nolan, MSD.

2. Inquiry as to Conflict of Interest:

Mr. Whitesides asked if there were any conflicts of interest with the agenda items. No conflicts were reported.

3. Approval of Minutes of July 15, 2026 Board Meeting:

Mr. Whitesides asked if there were any changes to the Minutes of the July 15, 2026 Board Meeting. Mr. Watts moved for approval of the minutes as presented. Mr. Ashley seconded the motion. Voice vote in favor of the motion was unanimous.

4. Discussion and Adjustment of Agenda: None.

5. Introduction of Guests:

Mr. Whitesides welcomed Forrest Westall with McGill Associates.

6. Informal Discussion and Public Comment: None.

7. Report of Committees:

a. Personnel Committee: June 4, 2026 and July 23, 2026:

Mr. Swing reported that the Personnel Committee met on July 23, 2026 and had a productive meeting with Developmental Associates LLC who is the vendor for the General Manager recruitment process. They have pushed the process to February, 2027 at which point they will kick off with gathering feedback from MSD Board Members and staff. The GM position will be posted in March and May and June will include the actual selection process. If looking at calendar dates for next year, May is probably the time to look at and plan to be available for the bulk of this process. The Board will be kept informed on this process. Mr. Whitesides added that this was a very good meeting and the organization being used was also used by Buncombe County. This Board will be needed in May since it will be making the final decision, and he asked that everyone please plan to attend.

8. Report of General Manager:

Mr. Hartye reported that Emily Lindhart of Fountain Park Boulevard called and expressed her gratitude for Wayne Rice.

MSD has received the Gold Peak Performance Award from NACWA for our French Broad Water Reclamation Facility for 2025. Thanks to all the plant personnel.

Mr. Hartye reported that at this meeting the MSD Board will be considering the Resolution Authorizing Filing of Application to the LGC to issue Revenue Bonds. Staff and consultants will be meeting with the rating agencies in NYC later this month and in September the Board will consider adoption of a Bond Order authorizing the issuance of Revenue Bonds.

Mr. Hartye attached a link to an article in the Asheville Citizen-Times regarding construction activities for the Carrier Bridge Pump Station.

https://www.citizen-times.com/story/news/2026/07/24/carrier-bridge-pump-project-to-add-odor-control-finish-in-fall-2028/90981047007

Mr. Hartye also attached a link to MSD's Project site that is periodically updated.

http://www.msdbc.org/documents/projects/carrierbridge/index/php

Mr. Hartye reported that the August Right of Way Committee Meeting is cancelled. The next Right of Way Committee Meeting will be held on September 23rd at 9am. The next Regular Board Meeting will be held on September 16th at 2 pm.

9. Consolidated Motion Agenda:

a. Consideration of Bids-ITT Pump Station Replacement:

Mr. Hartye reported that this is an upgrade to a station in northern Henderson County. The new station will be constructed approximately 800 feet to the southeast of the existing station to improve access and operations and maintenance. The station is sized to accommodate future growth and can be easily upgraded to 1.5 MGD (a 20-to-60-year planning period) by replacing the pumps. The project consists of 1,020 LF of gravity sewer ranging in size from 8-inch to 30-inch, 2770 LF of 16-inch HDPE force main, 2110 LF of which will be directionally drilled under the French Broad River. Sitework for the project will include a retaining wall, improvements to an existing access road, and construction of a second access road from Broadpointe Drive which will allow MSD staff to access the station during times of high floodwater. The project was advertised formally, and five qualified sealed bids were received on July 21, 2026, in the following

amounts: Ruby-Collins Inc. with a bid amount of $9,589,452.00; Teraflex Group with a bid amount of $8,718,435.00; Chandler Construction with a bid amount of $7,918,197.00; T.P. Howard's Plumbing Co. Inc. with a bid amount of $6,750,000.00; and Morgan Contracting Inc. with a bid amount of $6,165,935.00. The apparent low bidder is Morgan Contracting Inc. with a bid amount of $6,165,935.00, which included the stainless-steel riser pipe alternate. Morgan has performed well as a sub-contractor on the Carrier Bridge Pump Station Project. A reference check was performed and positive feedback was received. A Capital Project Ordinance is included in this agenda item. The construction budget will go over a couple of fiscal years. Staff recommends award of this contract to Morgan Contracting, Inc. in the amount of $6,165,935.00, contingent upon review and approval by District Counsel.

b. Consideration of Bids – Lining Contract #10:

Mr. Hartye reported that this project is comprised of numerous line segments which have been identified as having significant problems with root intrusion, minor structural issues, and heavy inflow and infiltration. These line segments are at various places throughout Buncombe County. Each of the line segments has been reviewed using CCTV data to determine if Cured-In-Place-Pipe (CIPP) is appropriate for the situation. The total project consists of rehabilitating approximately 20,324 LF. The contract was advertised and five sealed bids were received on July 30, 2026 in the following amounts: Morgan Contracting, Inc. with a bid amount of $4,237,106.50; Terry Brothers Construction Company with a bid amount of $3,399,507.00; Hinterland Group LLC with a bid amount of $3,351,833.00; SAK Construction LLC with a bid amount of $3,349,311.00; and CaJenn Construction & Rehabilitation with a bid amount of $3,146,819.00. The apparent low bidder is CaJenn Construction & Rehabilitation with a bid amount of $3,146,819.00. MSD does not have prior experience with CaJenn Construction, so a reference check was completed and produced positive feedback. The FY 26-27 construction budget for this project is $3,200,000.00. Staff recommends award of this contract to CaJenn Construction and Rehabilitation in the amount of $3,146,819.00, contingent upon review and approval by District Counsel.

c. Consideration of Bids – Interceptor Assessment & Cleaning Phase 2:

Mr. Hartye reported that as a result of Hurricane Helene, a lot of dirt, rocks and gravel were introduced into the system. MSD wanted to assess what the extent of that damage was. Last year we looked at 83,000 LF of pipe. This year we will be looking at approximately 62,000 LF by CCTV, sonar inspection, and potential line cleaning if needed. This project was formally advertised and seven sealed bids were received on July 30, 2026, as follows: Spiniello Companies with a bid amount of $3,892,351.00; Taplin Group LLC with a bid amount of $2,695,950.90; RedZone Robotics Inc. with a bid amount of $1,538,656.00; Compliance EnviroSystems LLC with a bid amount of $1,439,274.28; Morgan Contracting Inc. with a bid amount of

$1,432,636.90; Sweeping Corp of America LLC with a bid amount of 1,244,661.00 and Duke's Root Control, Inc. with a bid amount of $876,384.00. The apparent low bidder is Duke's Root Control, Inc. with a bid amount of $876,384.00. The FY 26-27 budget for this project is $1,515,500.00 and is higher because we had no idea what the system would look like. MSD will be seeking partial FEMA reimbursement for this project for any of the line cleaning that does occur that is needed. We can't get reimbursement for the inspection portion. In the first phase MSD estimated that we would have to clean 50% and only had to clean 9.5%. Staff budgeted as if it was going to be higher. We haven't gotten to the bigger mains yet so we will see how that goes. Staff recommends award of this contract to Duke's Root Control, Inc. in the amount of $876,384.00, contingent upon review and approval by District Counsel.

d. Consideration of Construction Administration Services Contract – ITT Pump Station Replacement:

Mr. Hartye reported that McKim & Creed has been the consulting engineer for the ITT Pump Station Replacement. Given their experience on this project, they are the most qualified to do the construction administration. Staff has reviewed their Scope of Services and negotiated McKim & Creed's fee down to $312,360.00 for the 20-month construction period. A Capital Project Ordinance is included in this item due to the project spanning multiple fiscal years. Staff recommends award of the Construction Administration Contract to McKim & Creek in the amount of $312,360.00, contingent upon review and approval by District Counsel.

e. Consideration of Developer Constructed Sewer Systems – Lakeshore Villas; 12 Baker Road; Marketplace @ Mills River; Fletcher Crossing:

Mr. Hartye reported that the Lakeshore Villas project is located along Heywood Road in Buncombe County and included relocating approximately 936 linear feet of 8-inch public gravity sewer to serve the 120-unit multi-family development.

Mr. Hartye reported that the 12 Baker Road project is located along Baker Road in Buncombe County and included extending approximately 409 linear feet of 8-inch public gravity sewer to serve the 4-unit family development.

Mr. Hartye reported that the Marketplace @ Mills River project is located along Boylston Highway in Henderson County and included extending approximately 1,901 linear feet of 8-inch public gravity sewer to serve the grocery and retail development.

Mr. Hartye reported that the Fletcher Crossing project is located along Hendersonville Road in Henderson County and included extending approximately 720 linear feet of 8-inch public gravity sewer to serve the commercial and retail development.

Staff recommends acceptance of the aforementioned developer constructed sewer systems. All MSD requirements have been met.

f. Consideration of Resolution Authorizing Filing Application to LGC to issue Revenue Bonds:

Mr. Powell reported that all debt issued by local governmental entities in the State of NC must be authorized by the Local Government Commission (LGC). The LGC requires an application approved by the entities Board to initiate the formal process. Approval of the enclosed resolution is a necessary step to issue debt required to augment pay-as-go financing for the District's Capital Improvement plan. Included is the financial schedule which outlines the overall process as well as a list of projects which will be funded and/or reimbursed based on previous Board approval reimbursement resolutions authorizing the use of bond proceeds. This issue is for approximately $120 Million of new money. There might be some refunding opportunities from later debt issuances from 2013-2014 but it all depends upon where the market is at the time that we price the bonds. Mr. Powell added that of the $120 Million of new money issuance, $90 Million is projects that the District has already completed or are in the process, such as the Carrier Bridge Pump Station. That money will go back into unrestricted reserves and be used for future debt. Staff recommends the approval of the attached resolution.

g. Fourth Quarter Budget to Actual Review – FY 2026:

Mr. Powell reported that domestic revenue is above budgeted expectations. This is due to consumption being higher than budgeted expectations. Industrial revenue is above budgeted expectations. This is due to consumption and strength of discharge being higher than budgeted expectations. Facility and tap fees are above budgeted expectations due to the District receiving an additional $6 Million from various residential and commercial developers. Interest and miscellaneous income are above budgeted expectations due to actual short-term interest rates exceeding anticipated yields for the fiscal year. Additionally, the District received approximately $3.2 Million from FEMA. O&M expenditures are at 91.2 % of budget. This amount may vary slightly from audited numbers due to final accruals. Bond principal and interest and other long-term obligations are at budgeted expectations. Capital project expenditures are at approximately 95.68% of budget. This reflects both actual and encumbered expenditures for projects at year end. All unexpended funds have been included in the FY 2027 budget.

h. Cash Commitment Investment Report – Month ended June, 2026:

Mr. Powell reported that Page 72 presents the makeup of the District's Investment Portfolio. There has been no significant change in the makeup of the portfolio from the prior month. Page 73 presents the MSD Investment Manager's report as of the month of June. The weighted average maturity

of the investment portfolio is 119 days and the yield to maturity is 3.70%. Page 76 presents the District's Variable Debt Service Report. The 2008A Series Bonds are performing at budgeted expectations. As of the end of July, the issue has saved the District rate payers approximately $8.2 million in debt service since April of 2008.

With no further discussion, Mr. VeHaun called for a motion to approve the Consolidated Motion Agenda. Mr. Watts moved, Mr. Ashley seconded the motion. Roll call vote was as follows: 12 ayes; 0 Nays.

10. Old Business: None.

11. New Business: None.

12. Adjournment:

With no further business, Mr. VeHaun called for adjournment at 2:20 pm.

_____

Jackie W. Bryson, Secretary/Treasurer

MEMORANDUM

TO: MSD Board

FROM: Thomas E. Hartye, P.E., General Manager

DATE: September 10, 2026

SUBJECT: Report from the General Manager

- Kudos
  - MSD has received the Clean Air Compliance Award from BC Air Quality for our French Broad Water Reclamation Facility for 2025. Thanks to all the plant personnel!

- 2026 Bond Issue

  At this meeting the MSD Board will be considering the Resolution Authorizing the issuance of Revenue Bonds. The resolution authorizes issuance of bonds in the aggregate principal amount not to exceed $150,000,000.00 to pay for projects to improve the treatment plant, pump stations and sewer collection system and potential partial refunding of Series 2014 revenue bonds. The Bond sale date is scheduled to be October 7th and Closing on October 22nd.

- Board/Committee Meetings/Events

  The September Right of Way Committee is cancelled. The next Right of Way Committee Meeting will be held on October 28th at 9am. The next Regular Board Meeting will be held on October 21st at 2 pm.

CLEAN AIR COMPLIANCE AWARD

PRESENTED TO

METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY

For compliance with Buncombe County Air Quality rules and regulations.

2025

Ashley J. Featherstone
Division Manager

BUNCOMBE COUNTY
AIR QUALITY

Metropolitan Sewerage District of Buncombe County
BOARD ACTION ITEM

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. – General Manager

PREPARED BY: Hunter Carson, P.E. – Director of Engineering
Shaun Armistead, P.E. – Project Manager

SUBJECT: Consideration of Bids: Intermediate Clarifier Trough Rehabilitation Ph 3, MSD Project No. 2022024

BACKGROUND: The intermediate clarifier was placed into service in 1990. Clarified water flows upward through one of four clarifier basins and overflows into a series of aluminum effluent troughs, while solids settle out and are swept along the bottom of the basin by boards (flights) mounted on chains that run the length of the basin, which are in turn moved by gears near the center of the clarifier. The troughs are in poor condition and are leaking due to significant corrosion, while the chains, flights, and other underdeck equipment need replacement due to wear during operation.

The intermediate clarifier rehabilitation project has been divided into multiple phases: Phase 1, completed in Summer 2025, replaced effluent troughs and underdeck equipment in the southwestern basin of the intermediate clarifier. Troughs and underdeck equipment in the southeast basin were replaced during Phase 2, completed Summer 2026. Phase 3 will include replacement of the troughs and underdeck equipment in both northern basins. The underdeck equipment was approved for sole source purchase in April 2025 and has been delivered.

This contract will be for the purchase of new fiber-reinforced polymer effluent troughs and installation of troughs and underdeck equipment by the selected contractor. Existing idler shafts in the chain and flight system previously believed to be in good condition were found to be in poor condition and were replaced as part of Phase 2. Replacement of these shafts is being included in Phase 3's scope of work.

Phase 3 was advertised formally, and one bid was received on August 27, 2026. Per NCGS bidding requirements, the project was re-advertised, and one sealed bid was received on September 3, 2026, at 2:00 PM in the following amount:

Contractor	Total Bid
1) Cove Utility, LLC	**$2,789,000.00**

The apparent low bidder is Cove Utility, LLC with a bid amount of $2,789,000.00. Cove Utility was the chosen contractor for Phases 1 & 2 of this project and performed well.

FISCAL IMPACT: The construction budget for this phase of the project is $3,100,000. This phase of the project is estimated to take 12 months to complete, including the 6-month lead time for the troughs, and will span fiscal years 27-28. $2.35 million has been budgeted for FY 27, which will be sufficient to cover the delivery of the troughs and 50% completion of the active construction schedule.

A Capital Project Ordinance for this project is included in this agenda item due to the significant expenditure for this project, which will span multiple fiscal years.

STAFF RECOMMENDATION: Staff recommends award of the contract in the amount of $2,789,000.00 to Cove Utility, LLC, contingent upon review and approval by District Counsel.

INTERMEDIATE CLARIFIER TROUGH REPLACEMENT PHASE 3 CAPITAL PROJECT ORDINANCE

BE IT ORDAINED by the Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, that pursuant to Section 13.2 of Chapter 159 of the General Statutes of North Carolina, the following Intermediate Clarifier Trough Replacement Phase 3 Capital Project Ordinance is hereby adopted:

Section 1. The project authorized is the construction of Intermediate Clarifier Trough Replacement Phase 3 to be financed in whole or in part by appropriated net position.

Section 2. The following amounts are appropriated for the project:

Capital Expenditures **$ 2,789,000.00**

Section 3. The following revenues are anticipated to be available to provide for these expenditures:

Transfer from General Fund **$ 2,789,000.00**

Section 4. The Finance Officer is hereby directed to maintain within the Construction Fund sufficient specified detailed accounting records to satisfy all financial reporting requirements.

Section 5. Funds may be advanced from the Operations and Maintenance fund if necessary for the purpose of making payments as due.

Section 6. The Finance Officer is directed to include a detailed analysis of past and future costs and revenues on this capital project in every budget submission made to this Board.

Section 7. Copies of this Intermediate Clarifier Trough Replacement Phase 3 Project Ordinance shall be furnished to the Secretary of the Governing Board, and to the Finance Officer for direction carrying out this project.

ADOPTED this Sixteenth Day of September 2026.

ATTEST: BOARD OF THE METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY, NORTH CAROLINA

M. Jerry VeHaun, Chairman

Jackie W. Bryson Secretary/Treasurer

APPROVED AS TO FORM:

William Clarke, Legal Counsel
Metropolitan Sewerage District
of Buncombe County, NC

METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY, NORTH CAROLINA

Intermediate Clarifier Trough Rehabilitation Phase 3
Project No. 2022024

BID TABULATION
September 3, 2026

BIDDER	Bid Bond	Bid Forms (Proposal)	TOTAL BID AMOUNT
Cove Utility LLC	**5%**	**Yes**	**$2,789,000.00**

Apparent Low Bidder



Shaun Armistead, P.E.
Project Engineer
Metropolitan Sewerage District of
Buncombe County, North Carolina

This is to certify that the bid tabulated herein was publicly opened and read aloud at 2:00 PM on the 3rd day of September, 2026, in the W.H. Mull Building at the Metropolitan Sewerage District of Buncombe County, Asheville, North Carolina, and that said bid was accompanied by acceptable bidders bond in the amount of 5% of the bid.

Metropolitan Sewerage District of Buncombe County, North Carolina

CAPITAL IMPROVEMENT PROGRAM

BUDGET DATA SHEET - FY 2026 - 2027

PROJECT:	**Int. Clarifier Eff. Trough Rehab**	**LOCATION:**	**MSD - Treatment Plant**
TYPE:	**Treatment Plant**	**PIPE RATING:**	**N/A**
PROJECT NO.	**2022024**	**TOTAL LF:**	**0**
PROJECT BUDGET:	**$5,890,208.00**	**PROJECT ORIGIN:**	**Aging Infrastructure, Poor condition**

DESCRIPTION	ESTIMATED PROJECT COST	TOTAL EXPENDS THRU 12/31/25	EST. COST JAN - JUNE 2026	BUDGET FY 26-27
55310 - PRELIM. ENGINEERING				
55320 - SURVEY - DESIGN				
55330 - DESIGN				
55340 - PERMITS				
55350 - SPECIAL STUDIES				
55360 - EASEMENT PLATS				
55370 - LEGAL FEES	$363.00	$363.00		
55380 - ACQUISITION SERVICES				
55390 - COMPENSATION				
55400 - APPRAISAL				
55410 - CONDEMNATION				
55420 - CONSTRUCTION	$5,886,402.00	$1,641,502.00	$1,144,900.00	$2,350,000.00
55430 - CONST. CONTRACT ADM.				
55440 - TESTING	$3,443.00	$3,443.00		
55450 - SURVEY - ASBUILT				
TOTAL AMOUNT	**$5,890,208.00**	**$1,645,308.00**	**$1,144,900.00**	**$2,350,000.00**

ENGINEER:	MSD	**SA**	
R.O.W. ACQUISITION:	MSD	**# PLATS: [0]**	
CONTRACTOR:			
CONSTRUCTION ADM.:	MSD		
INSPECTION:	MSD		

ESTIMATED BUDGETS - FY 28 - 36	
FY 27-28	$750,000.00
FY 28-29	$0.00
FY 29-30	$0.00
FY 30-31	$0.00
FY 31-32	$0.00
FY 32-33	$0.00
FY 33-34	$0.00
FY 34-35	$0.00
FY 35-36	$0.00

PROJECT DESCRIPTION: The intermediate clarifier was placed into service in 1990. Clarified water flows upward through one of four clarifier basins and overflows into a series of aluminum effluent troughs. These troughs are in poor condition and are leaking. This project will replace all of the aluminum clarifiers with fiber reinforced polymer (FRP) troughs, which are believed to be less affected by wastewater chemistry than aluminum troughs.

SPECIAL PROJECT NOTES: This project is phased over multiple years due to cost and complexity of the construction



N
W E
S

Intermediate Clarifier Effluent Trough Rehab
Project No. 2022024

NOT TO SCALE

METROPOLITAN SEWERAGE DISTRICT
of
BUNCOMBE COUNTY, NORTH CAROLINA

Budget Map

Metropolitan Sewerage District of Buncombe County

Board Action Item

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. - General Manager

REVIEWED BY: Hunter Carson, P.E. - Engineering Director

PREPARED BY: Samuel Gettleman, P.E. – Planning and Development Manager

SUBJECT: Acceptance of Developer Constructed Sewer System for the Terra Futura Extension MSD Project No. 2025058.

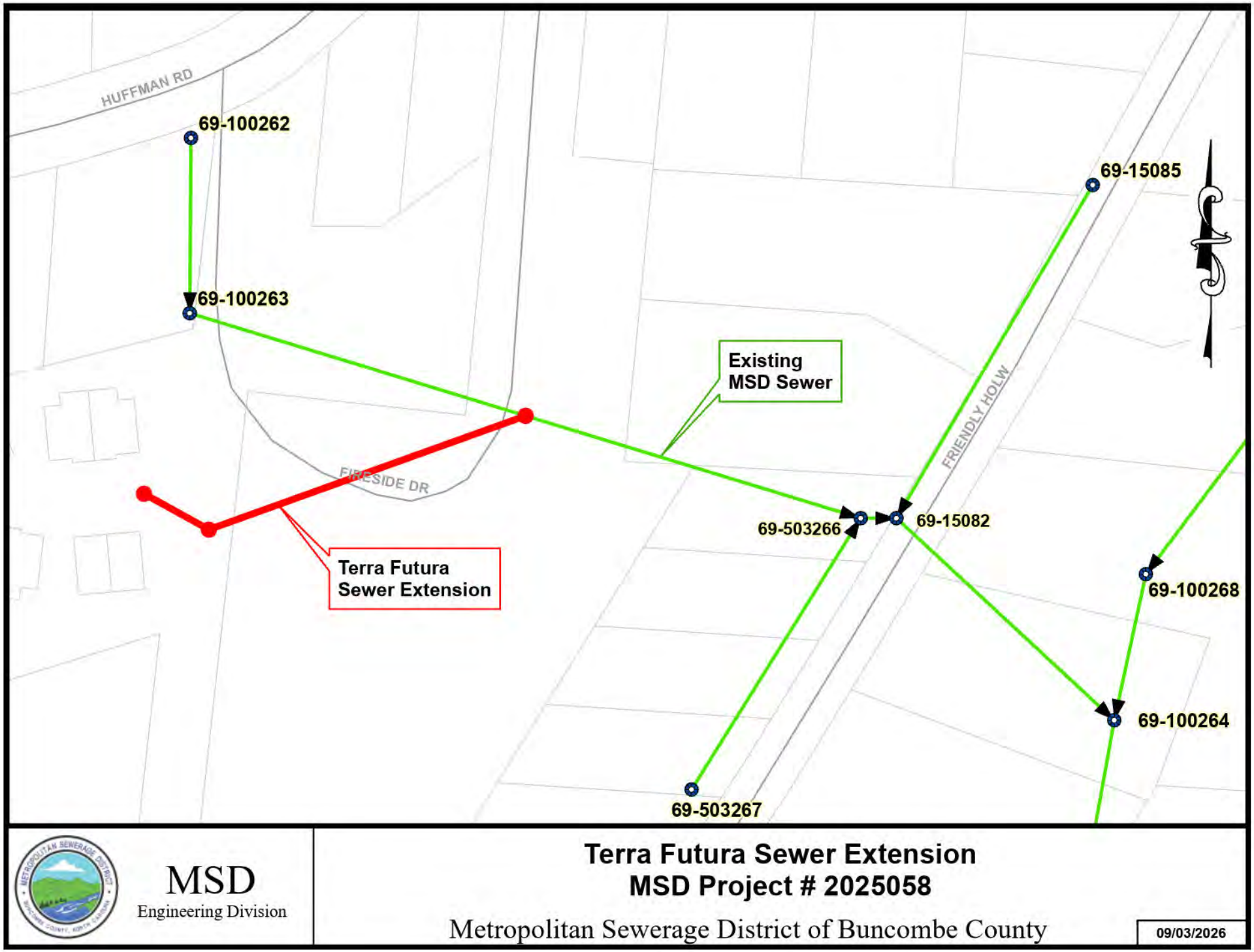
BACKGROUND: This project is located inside the District boundary along Huffman Road in Asheville, NC. The developer of the project is Kelsey Wood with Terra Futura Farm, LLC.

This project included the extension of approximately 197 linear feet of 8-inch public gravity sewer to serve the Residential Development.

The wastewater allocation is 750 GPD for the Four (4) Multi-Family Units. The estimated cost of the sewer construction is $88,000.

All MSD requirements have been met.

STAFF RECOMMENDATION: Staff recommends acceptance of this developer constructed sewer system.



MSD
Engineering Division

Terra Futura Sewer Extension
MSD Project # 2025058

Metropolitan Sewerage District of Buncombe County

09/03/2026

Metropolitan Sewerage District of Buncombe County

Board Action Item

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. - General Manager

REVIEWED BY: Hunter Carson, P.E. - Engineering Director

PREPARED BY: Samuel Gettleman, P.E. – Planning and Development Manager

SUBJECT: Acceptance of Developer Constructed Sewer System for the Old Toll Road Extension MSD Project No. 2020182.

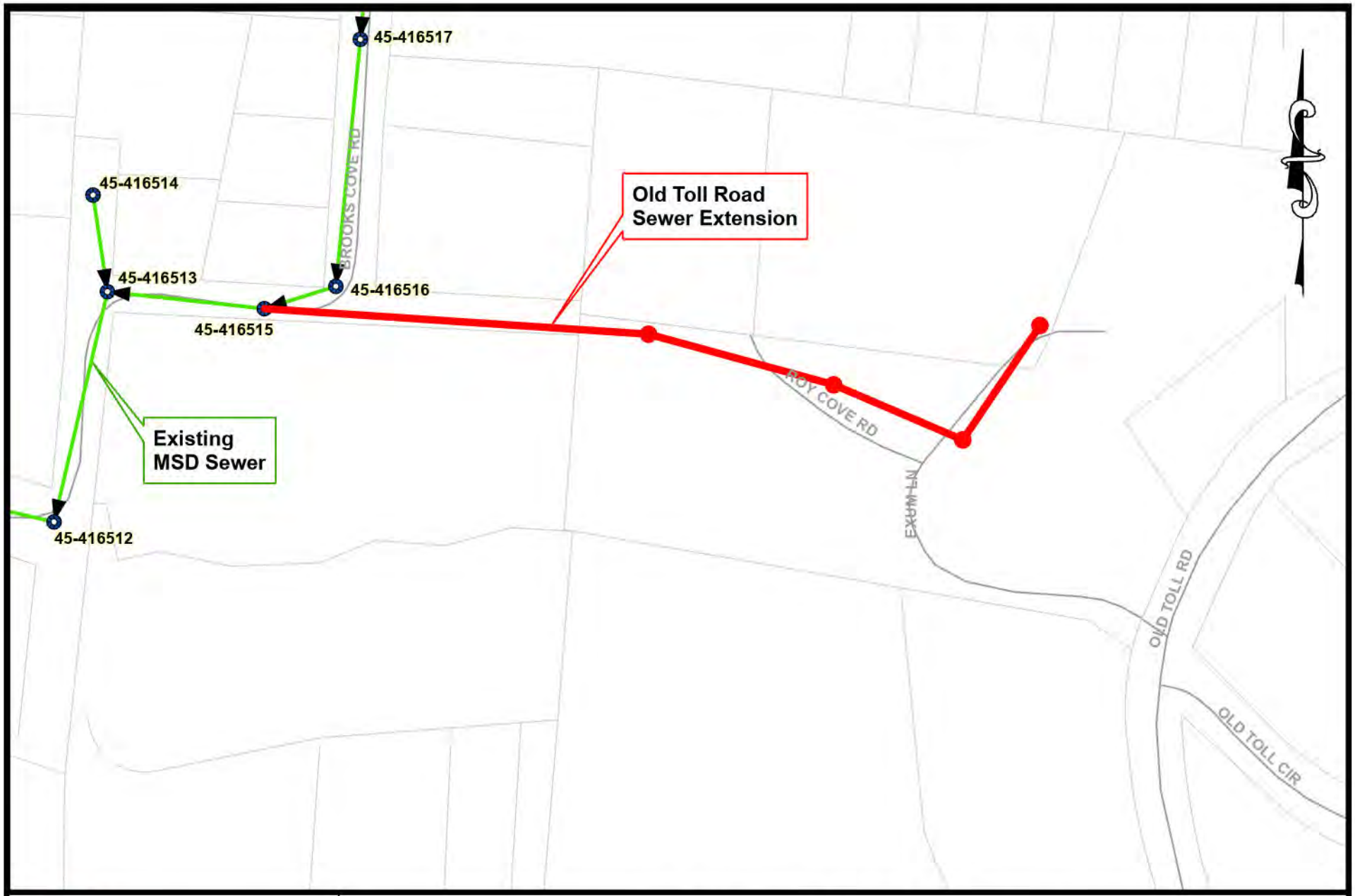
BACKGROUND: This project is located inside the District boundary along Old Toll Road in Buncombe County, NC. The developer of the project is the property owner Brownie Newman.

This project included the extension of approximately 637 linear feet of 8-inch public gravity sewer to serve the Residential Development.

The wastewater allocation is 4,200 GPD for the Fourteen (14) Single-Family Units. The estimated cost of the sewer construction is $108,463.

All MSD requirements have been met.

STAFF RECOMMENDATION: Staff recommends acceptance of this developer constructed sewer system.



MSD
Engineering Division

Old Toll Road Sewer Extension
MSD Project # 2020182

Metropolitan Sewerage District of Buncombe County

09/03/2026

Metropolitan Sewerage District of Buncombe County

Board Action Item

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. - General Manager

REVIEWED BY: Hunter Carson, P.E. - Engineering Director

PREPARED BY: Samuel Gettleman, P.E. – Planning and Development Manager

SUBJECT: Acceptance of Developer Constructed Sewer System for the Meribel Apartments Extension MSD Project No. 2022204.

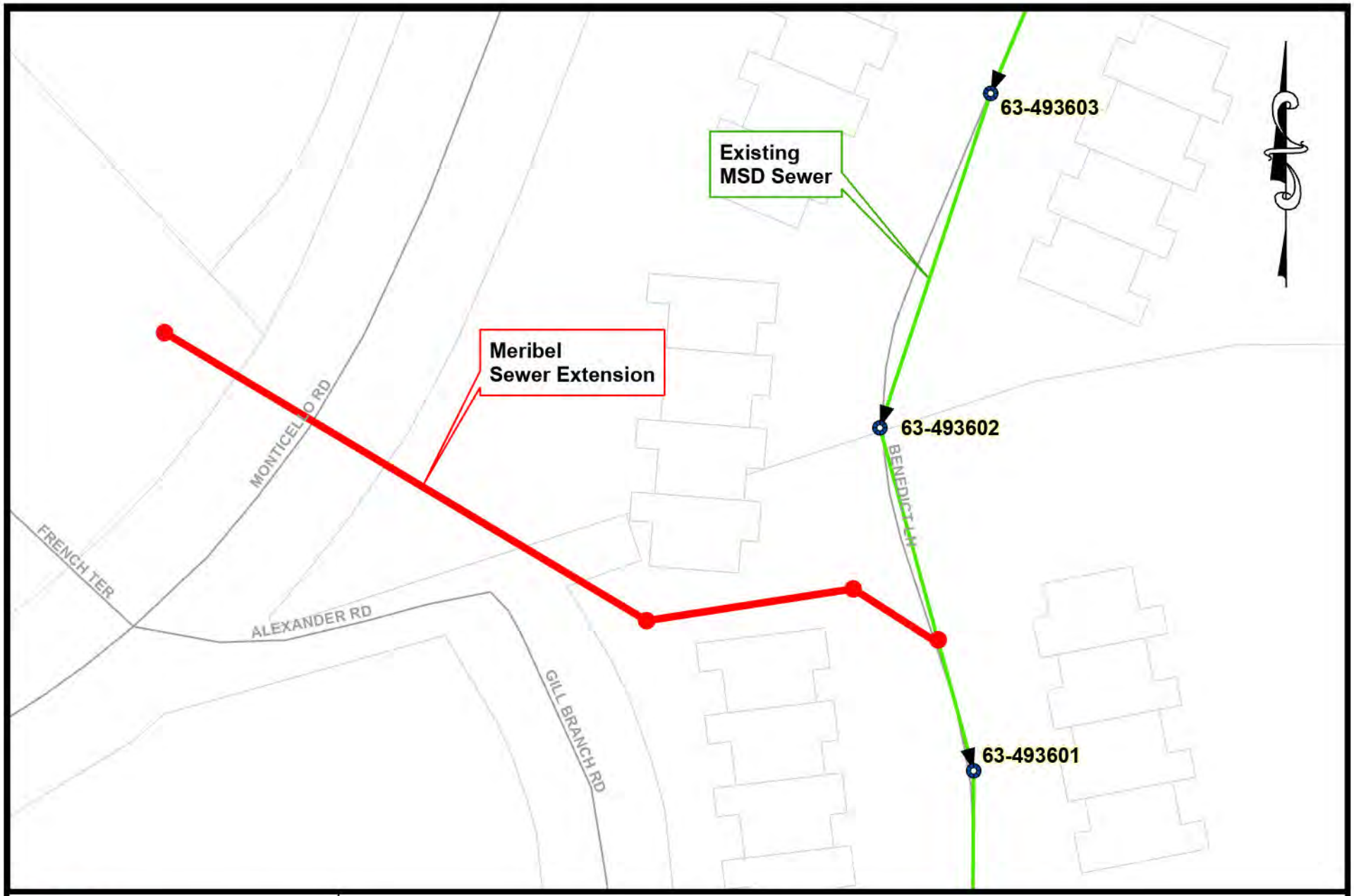
BACKGROUND: This project is located inside the District boundary along Monticello Road in Buncombe County, NC. The developer of the project is Chris Dischinger with LDG Multifamily, LLC.

This project included the extension of approximately 295 linear feet of 8-inch public gravity sewer to serve the Residential Development.

The wastewater allocation is 36,620 GPD for the One-Hundred and Sixty-Eight (168) Multi-Family Units. The estimated cost of the sewer construction is $400,000.

All MSD requirements have been met.

STAFF RECOMMENDATION: Staff recommends acceptance of this developer constructed sewer system.



MSD
Engineering Division

Meribel Sewer Extension
MSD Project # 2022204

Metropolitan Sewerage District of Buncombe County

09/03/2026

Metropolitan Sewerage District of Buncombe County

Board Action Item

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. - General Manager

REVIEWED BY: Hunter Carson, P.E. - Engineering Director

PREPARED BY: Samuel Gettleman, P.E. – Planning and Development Manager

SUBJECT: Acceptance of Developer Constructed Sewer System for the Reems Creek Village Extension MSD Project No. 2024120.

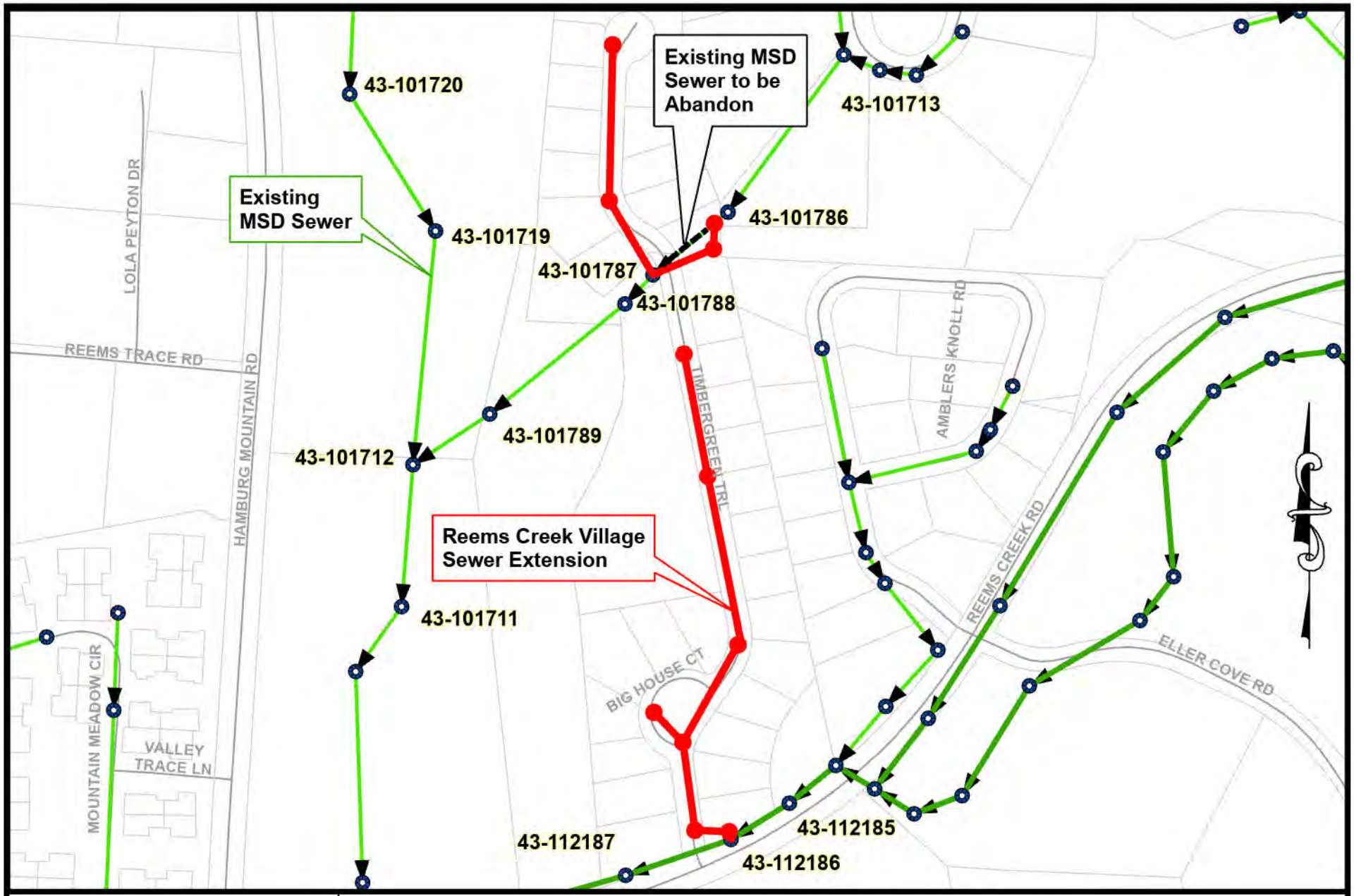
BACKGROUND: This project is located inside the District boundary along Reems Creek Road in Buncombe County, NC. The developer of the project is Scott Street with Windsor Built Homes.

This project included relocating approximately 143 linear feet of existing public sewer and the extension of approximately 1,440 linear feet of 8-inch public gravity sewer to serve the Residential Development.

The wastewater allocation is 7,875 GPD for the Thirty-Five (35) Single-Family Units. The estimated cost of the sewer construction is $217,000.

All MSD requirements have been met.

STAFF RECOMMENDATION: Staff recommends acceptance of this developer constructed sewer system.



MSD
Engineering Division

Reems Creek Village Sewer Extension
MSD Project # 2024120

Metropolitan Sewerage District of Buncombe County

09/03/2026

Metropolitan Sewerage District of Buncombe County

Board Action Item

BOARD MEETING DATE: September 16, 2026

SUBMITTED BY: Tom Hartye, P.E. - General Manager

REVIEWED BY: Hunter Carson, P.E. - Engineering Director

PREPARED BY: Samuel Gettleman, P.E. – Planning and Development Manager

SUBJECT: Acceptance of Developer Constructed Sewer System for the Crestfield Avenue Extension MSD Project No. 2025229.

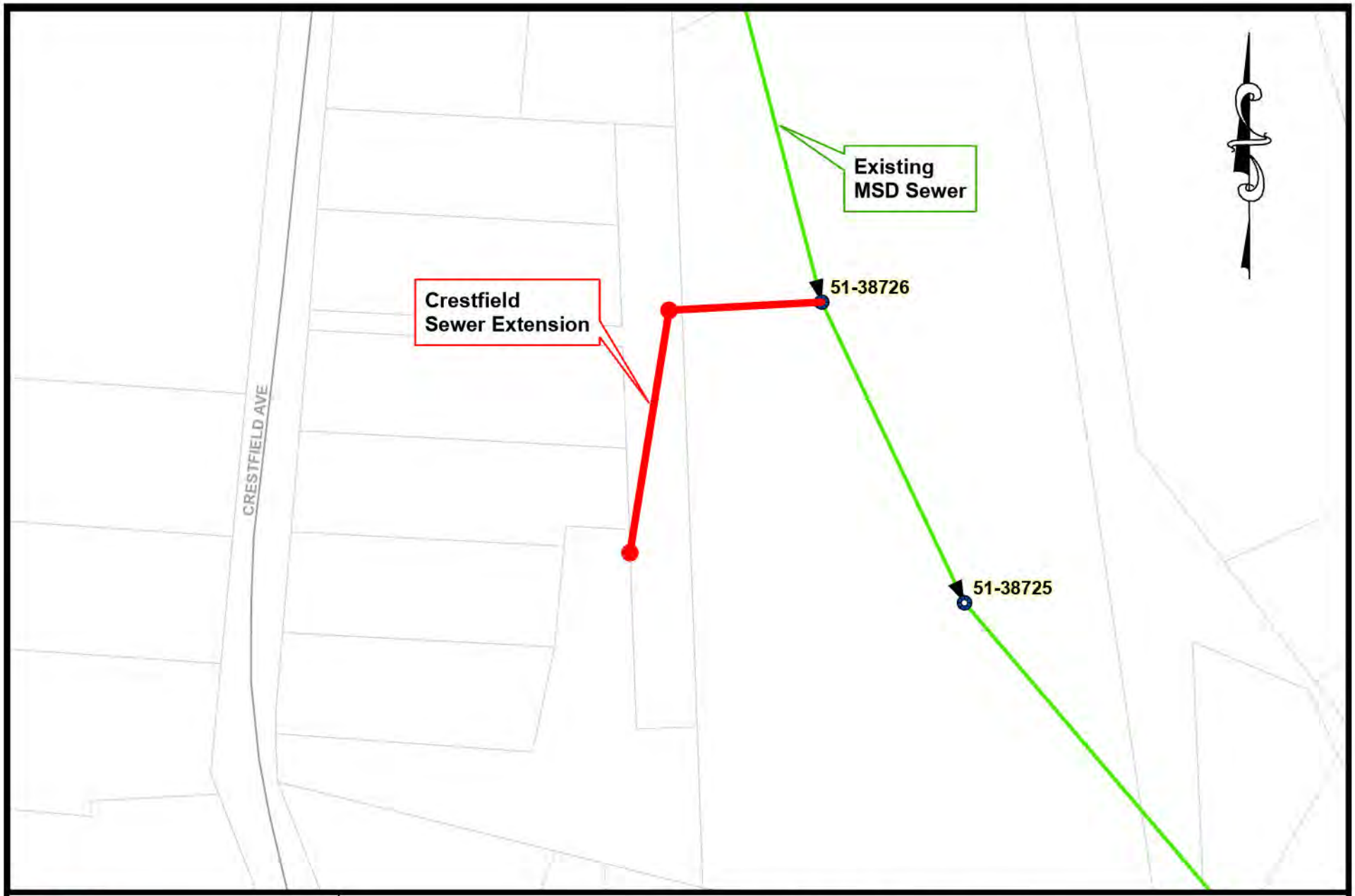
BACKGROUND: This project is located inside the District boundary along Crestfield Avenue in Buncombe County, NC. The developer of the project is Katie Ciochetti with Homespun Investment Realty.

This project included the extension of approximately 177 linear feet of 8-inch public gravity sewer to serve the Residential Development.

The wastewater allocation is 1,125 GPD for the Five (5) Single-Family Units. The estimated cost of the sewer construction is $84,905.

All MSD requirements have been met.

STAFF RECOMMENDATION: Staff recommends acceptance of this developer constructed sewer system.



MSD
Engineering Division

Crestfield Sewer Extension
MSD Project # 2025229

Metropolitan Sewerage District of Buncombe County

09/03/2026

Metropolitan Sewerage District of Buncombe County
BOARD INFORMATIONAL ITEM

Meeting Date: September 16, 2026
Submitted By: Thomas E. Hartye, PE., General Manager
Prepared By: W. Scott Powell, CLGFO, Director of Finance
Cheryl Rice, Accounting Manager
Subject: Cash Commitment/Investment Report-Month Ended July 31, 2026

Background

Each month, staff presents to the Board an investment report for all monies in bank accounts and specific investment instruments. The total investments as of July 31, 2026 were $69,114,519. The detailed listing of accounts is available upon request. The average rate of return for all investments is 3.927%. These investments comply with North Carolina General Statutes, Board written investment policies, and the District's Bond Order.

The attached investment report represents cash and cash equivalents as of July 31, 2026 do not reflect contractual commitments or encumbrances against said funds. Shown below are the total investments as of July 31, 2026 reduced by contractual commitments, bond funds, and District reserve funds. The balance available for future capital outlay is $ 47,130,801.

Total Cash & Investments as of 07/31/2026		69,114,519
Less:		
Budgeted Commitments (Required to pay remaining		
FY27 budgeted expenditures from unrestricted cash)		
Construction Funds	(78,961,731)	
Operations & Maintenance Fund	(22,562,908)	
		(101,524,639)
Bond Restricted Funds		
Bond Service (Funds held by trustee):		
Funds in Principal & Interest Accounts	(72,096)	
FY27 Principal & Interest Due	(1,283,982)	
		(1,356,078)
District Reserve Funds		
Fleet Replacement	(2,323,065)	
Pump Replacement	(210,898)	
WWTP Replacement	(589,510)	
Maintenance Reserve	(1,422,652)	
		(4,546,125)
District Insurance Funds		
General Liability	(642,344)	
Worker's Compensation	(395,445)	
Post-Retirement Benefit	(3,524,880)	
Self-Funded Employee Medical	(4,255,809)	
		(8,818,478)
Designated for Capital Outlay		(47,130,801)

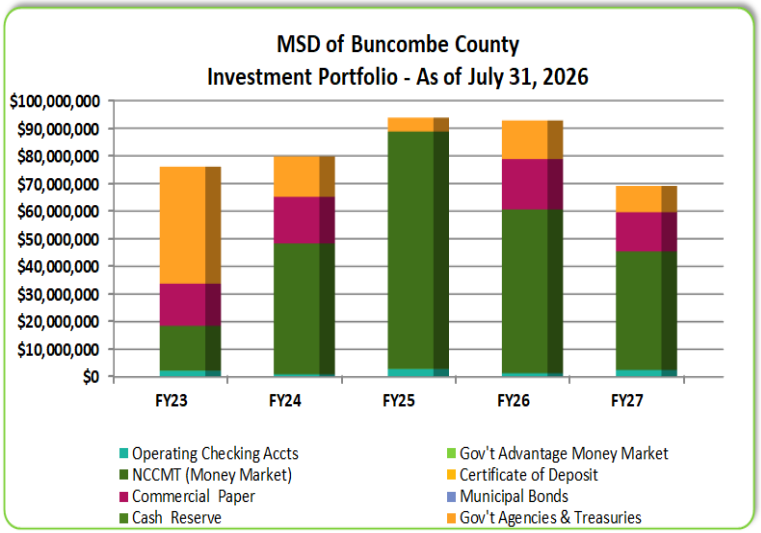
Staff Recommendation
None - Information Only.

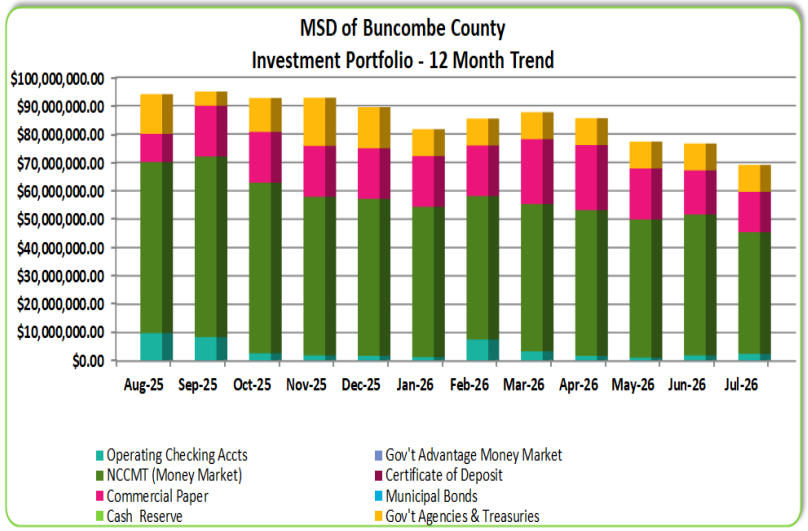
Action Taken
Motion by: to ☐Approve ☐Disapprove
Second by: ☐Table ☐Send to Committee
Other:
Follow-up required:
Person responsible: Deadline:

Metropolitan Sewerage District of Buncombe County
Investment Portfolio

	Operating Checking Accounts	Gov't Advantage Money Market	NCCMT (Money Market)	Certificate of Deposit	Commercial Paper	Municipal Bonds	Cash Reserve	Gov't Agencies & Treasuries	Total
Held with Bond Trustee	$ -		$ 72,096			$ -	$ -		$ 72,096
Held by MSD	2,518,101	0	42,810,945	-	14,219,502	-		9,493,875	69,042,423
	$ 2,518,101	$ -	$ 42,883,041	$ -	$ 14,219,502	$ -	$ -	$ 9,493,875	$ 69,114,519

Investment Policy Asset Allocation	Maximum Percent	Actual Percent	
U.S. Government Treasuries,			
Agencies and Instrumentalities	100%	13.74%	No significant changes in the investment portfolio as to makeup or total amount.
Bankers' Acceptances	20%	0.00%	
Certificates of Deposit	100%	0.00%	
Commercial Paper	20%	19.72%	
Municipal Bonds	100%	0.00%	
North Carolina Capital Management Trust	100%	62.90%	All funds invested in CD's, operating checking accounts, Gov't Advantage money market
Checking Accounts:	100%		are fully collaterlized with the State Treasurer.
Operating Checking Accounts		3.64%	
Gov't Advantage Money Market		0.00%	





Metropolitan Sewerage District
Investment Managers' Report
On July 31, 2026

Summary of Asset Transactions

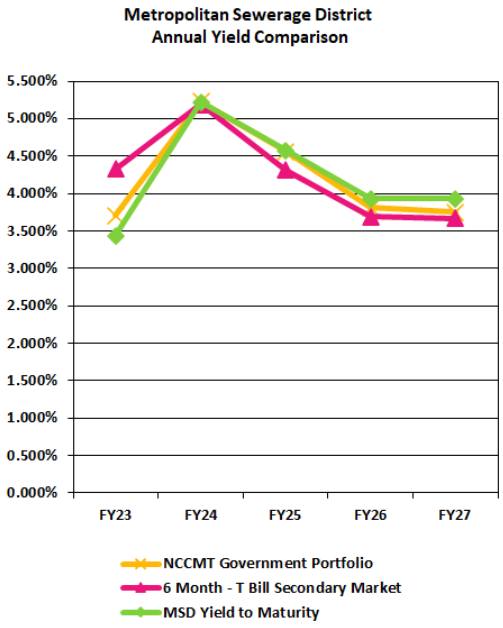
	Original Cost	Market	Interest Receivable
Beginning Balance	$ 57,912,850	$ 57,925,666	$ 99,136
Capital Contributed (Withdrawn)	(763,209)	(763,209)	
Realized Income	100,835	100,835	25,600
Unrealized/Accrued Income		57,691	
Ending Balance	$ 57,250,476	$ 57,320,982	$ 124,736

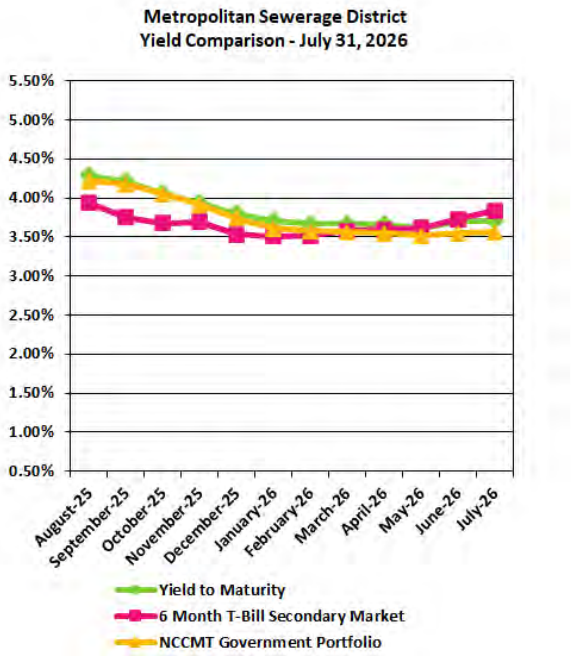
Value and Income by Maturity

	Original Cost	Income
Cash Equivalents <91 Days	$ 47,756,600	$ 153,592
Securities/CD's 91 to 365 Days	2,498,375	$ 8,035
Securities/CD's > 1 Year	6,995,500	$ 22,499
	$ 57,250,476	$ 184,126

Month End Portfolio Information

Weighted Average Maturity	109
Yield to Maturity	3.71%
6 Month T-Bill Secondary Market	3.84%
NCCMT Government Portfolio	3.56%

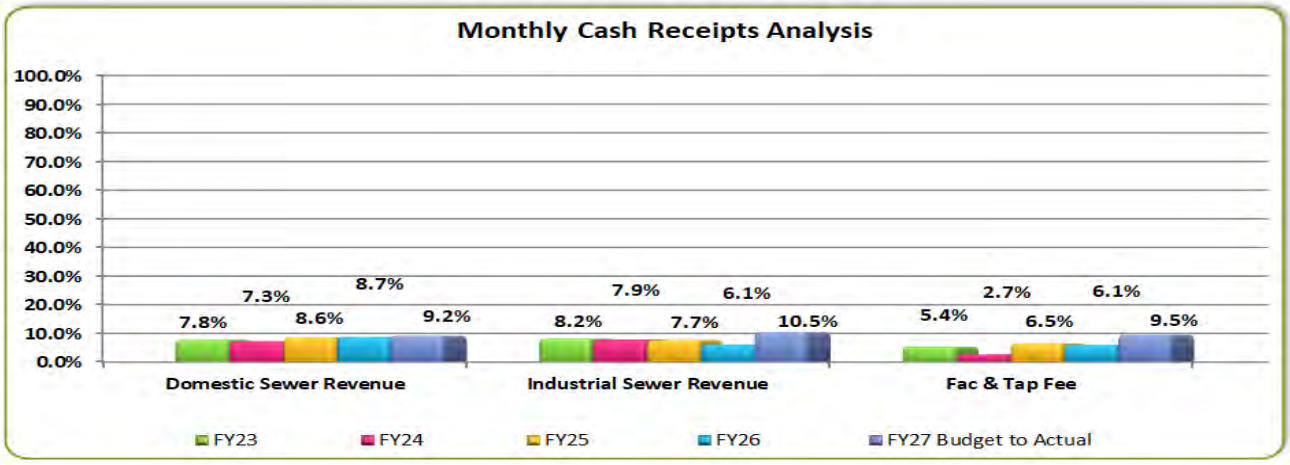




Metropolitan Sewerage District

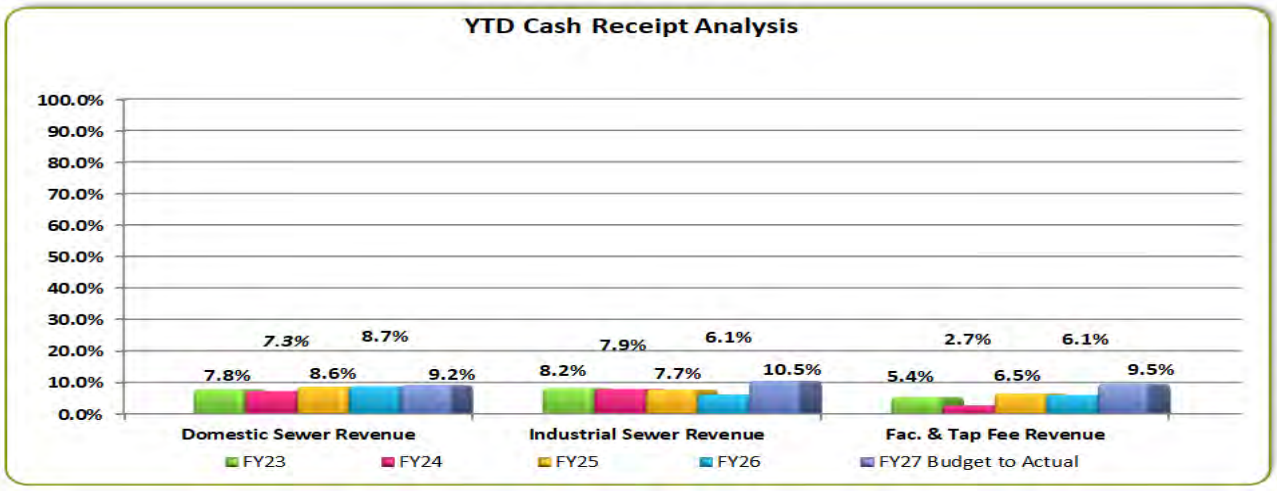
Analysis of Cash Receipts

As of July 31, 2026



Monthly Cash Receipts Analysis:

* Monthly domestic sewer revenue is considered reasonable based on timing of cash receipts in their respective fiscal periods.
* Monthly industrial sewer revenue is reasonable based on historical trends.
* Due to the unpredictable nature of facility and tap fee revenue, staff considers facility and tap fee revenue reasonable.



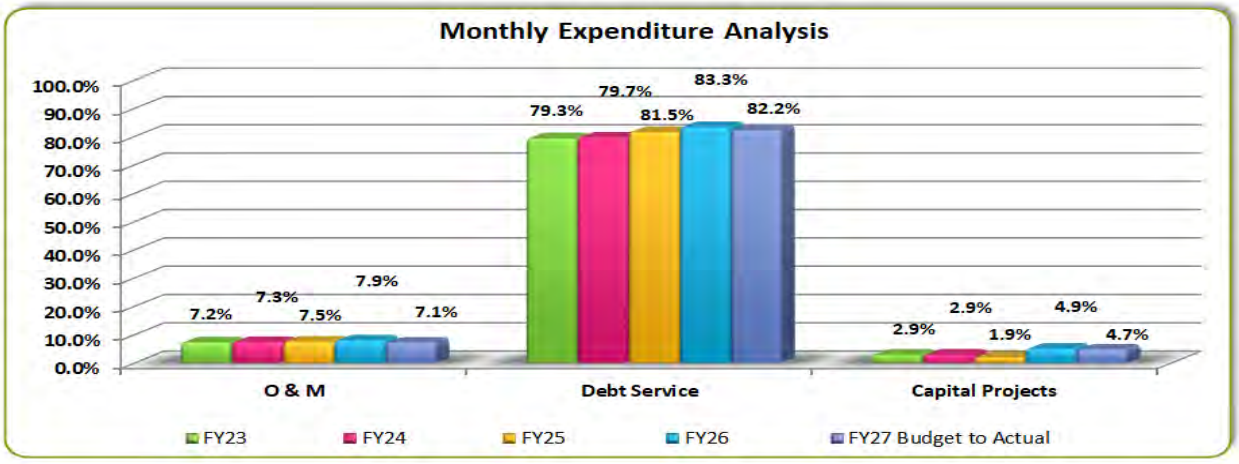
YTD Actual Revenue Analysis:

* YTD domestic sewer revenue is considered reasonable based on historical trends.
* YTD industrial sewer revenue is reasonable based on historical trends.
* Due to the unpredictable nature of facility and tap fee revenue, staff considers facility and tap fee revenue reasonable.

Metropolitan Sewerage District

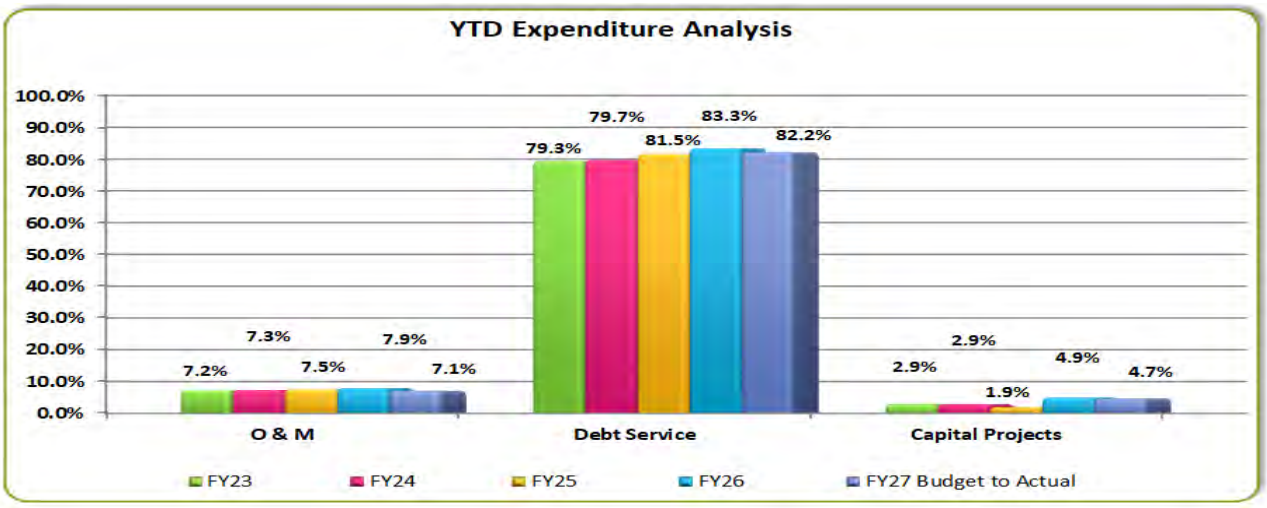
Analysis of Expenditures

As of July 31, 2026



Monthly Expenditure Analysis:

* Monthly O&M expenditures are considered reasonable based on historical trends and timing of expenditures in the current year.
* Due to the nature of the variable rate bond market, monthly expenditures can vary year to year. Based on current variable interest rates, monthly debt service expenditures are considered reasonable.
* Due to the nature and timing of capital projects, monthly expenditures can vary from year to year. Based on the current outstanding capital projects, monthly capital project expenditures are considered reasonable.



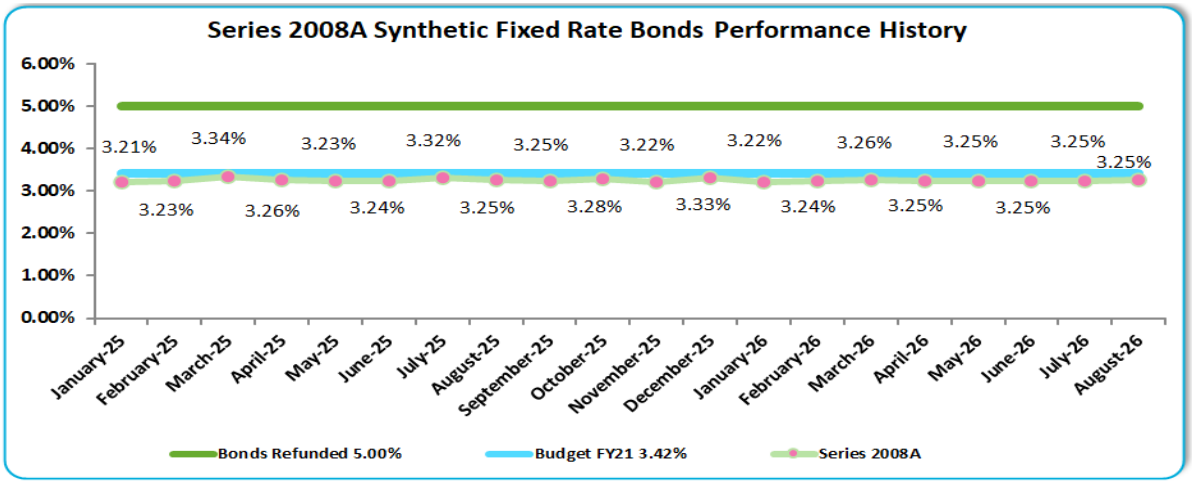
YTD Expenditure Analysis:

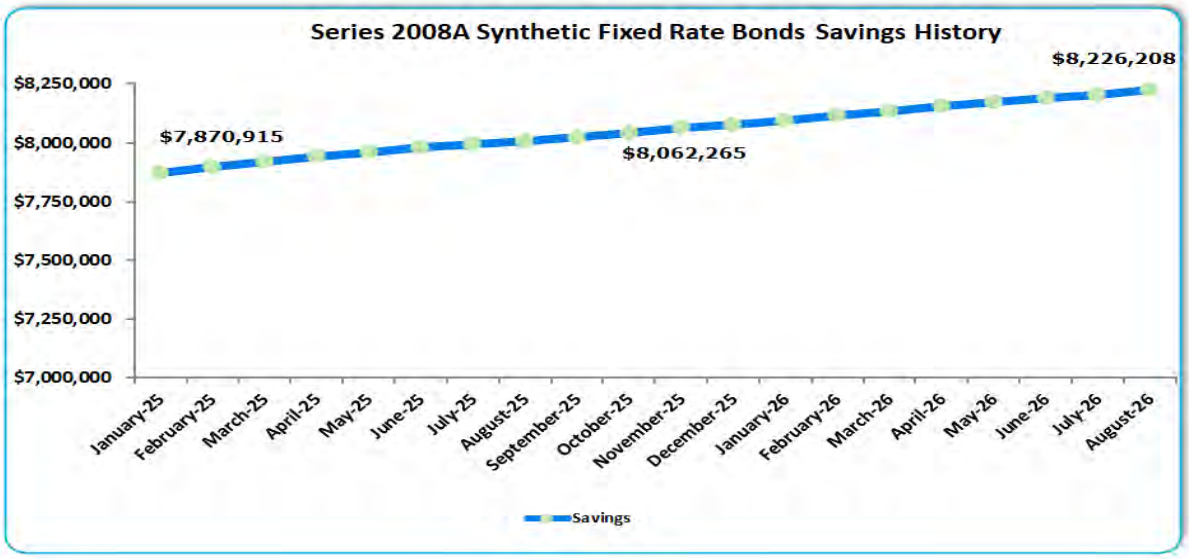
* YTD O&M expenditures are considered reasonable based on historical trends.
* Due to the nature of the variable rate bond market, YTD expenditures can vary year to year. Based on current variable interest rates, YTD debt service expenditures are considered reasonable.
* Due to nature and timing of capital projects, YTD expenditures can vary from year to year. Based on the current outstanding capital projects, YTD capital project expenditures are considered reasonable.

Metropolitan Sewerage District

Variable Debt Service Report

As of August 31, 2026





Series 2008A:

* Savings to date on the Series 2008A Synthetic Fixed Rate Bonds is $8,226,208 as compared to 4/1 fixed rate of 4.85%.
* Assuming the rate on the Series 2008A Bonds continues at the current all-in rate of 3.7210%, MSD will achieve cash savings of $4,670,000 over the life of the bonds.
* MSD would pay $96,835 to terminate the existing Bank of America Swap Agreement.

Metropolitan Sewerage District of Buncombe County
BOARD ACTION ITEM

Meeting Date: September 16, 2026

Submitted By: Thomas E. Hartye, PE., General Manager

Prepared By: W. Scott Powell, CLGFO, Director of Finance

Reviewed By: Billy Clarke, Board Counsel

Subject: Series Resolution authorizing issuance of revenue bonds

Background

On August 19th, the Board approved making application to the North Carolina Local Government Commission ("LGC") to issue revenue bonds to provide funding for the CIP and a partial refunding of the District's outstanding Series 2014 revenue bonds. The application was submitted on September 1st. Pursuant to its Bond Order, the District Board is required to adopt a Series Resolution authorizing issuance of the bonds and related actions necessary to sell the bonds.

Discussion

The attached Series Resolution ❶ Authorizes issuance of bonds designated "Metropolitan Sewerage District of Buncombe County Sewerage System Revenue Bonds Series 2026" (the "Series 2026 Bonds") in an aggregate principal amount not to exceed $150,000,000 to pay for the replacement and rehabilitation of sewer lines and treatment plant and pump station improvements, partial refunding of Series 2014 revenue bonds and to pay the costs of issuance of the bonds; ❷ Authorizes the form of the Series 2026 Bonds; ❸ Appoints the Bank of New York Mellon Trust Company, N. A. as Trustee for the proceeds of the Series 2026 Bonds and establishes certain accounts with the Trustee for the proceeds of the sale of the Series 2026 Bonds; ❹ Authorizes the General Manager to determine the final aggregate amount of the bonds (not to exceed $150,000,000), to determine the maturities and the sale date and to negotiate the final sale in accordance with certain limitations; ❺ Obligates the District to promptly pay interest and principal on the Series 2026 Bonds when due; ❻ Approves the Official Statement for the Series 2026 Bonds; ❼ Requests the LGC to award the Series 2026 Bonds to Wells Fargo, National Association, at an underwriters discount of not more than one percent (1%) of the par amount of the bonds subject to the approval of the General Manager; ❽ Approves the Bond Purchase Agreement with Wells Fargo, National Association and authorizes the Board Chair and the General Manager to execute the Bond Purchase Agreement; and ❾ Authorizes and directs Officers and Agents of the District and Trustee to do all acts and things required of them by the Series Resolution and the Bond Order to complete the sale of the Series 2026 Bonds. The Series Resolution was drafted by the District's Bond Counsel, McGuireWoods LLP and has been reviewed and approved by the Local Government Commission and by the District's counsel, Billy Clarke.

Financial Impact

The Business Plan is attached to provide the financial impact of the debt refunding to the District. The Business Plan incorporates this debt issuance with anticipated future revenue and expenditure assumptions. Based on these assumptions, the District will be able to maintain its net revenues in amount equal to approximately 1.5x debt service coverage into the foreseeable future. Staff has also included a detailed list of projects for which the District will be reimbursed by this debt issuance.

Staff Recommendation

Staff recommends approval of the attached resolution.

Action Taken

Motion by:	**to**	**Approve**	**Disapprove**
Second by:		**Table**	**Send to Committee**
Other:			
Follow-up required:			
Person responsible:			**Deadline:**

METROPOLITAN SEWERAGE DISTRICT OF
BUNCOMBE COUNTY, NORTH CAROLINA

SERIES RESOLUTION

Adopted September 16, 2026

Authorizing and Securing Not Exceeding
$150,000,000
Metropolitan Sewerage District of Buncombe County, North Carolina
Sewerage System Revenue and Revenue Refunding Bonds, Series 2026

SERIES RESOLUTION AUTHORIZING THE ISSUANCE OF NOT EXCEEDING $150,000,000 SEWERAGE SYSTEM REVENUE AND REVENUE REFUNDING BONDS, SERIES 2026 OF THE METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY, PURSUANT TO THE PROVISIONS OF SECTION 2.08 OF THE AMENDED AND RESTATED BOND ORDER ADOPTED BY THE DISTRICT BOARD OF SAID DISTRICT ON APRIL 21, 1999, AS AMENDED.

WHEREAS, the Metropolitan Sewerage District of Buncombe County (the "District"), a public body and body politic and corporate in the County of Buncombe, State of North Carolina, is authorized under the provisions of The State and Local Government Revenue Bond Act, as amended (the "Act") to acquire, lease, construct, reconstruct, improve, extend, enlarge, equip, repair, maintain and operate any sewerage system or part thereof within and without the District, to issue revenue bonds of the District to pay the cost of a sewerage system and to issue revenue refunding bonds; and

WHEREAS, the District has heretofore issued (a) $33,635,000 principal amount of its Sewerage System Revenue Refunding Bonds, Series 2008A, which are currently outstanding in the principal amount of $10,885,000, (b) $30,230,000 principal amount of its Sewerage System Revenue Refunding Bonds, Series 2013, which are currently outstanding in the principal amount of $3,725,000, (c) $26,195,000 of its Sewerage System Revenue Bonds, Series 2014 (the "Series 2014 Bonds"), which are currently outstanding in the principal amount of $16,785,000 and (d) $37,485,000 of its Sewerage System Revenue and Revenue Refunding Bonds, Series 2017, which are currently outstanding in the principal amount of $26,765,000, pursuant to the Act and an amended and restated bond order adopted by the District Board of the District (the "Board") on April 21, 1999 (the "Amended and Restated Bond Order" and, together with any orders supplemental and amendatory thereto, the "Order"); and

WHEREAS, Section 2.08 of the Order authorizes the issuance, from time to time, of additional revenue bonds of the District in one or more series for the purpose of providing funds for paying, with any other available funds, all or any part of the Cost of any Additional Project (as defined in the Order) and all or any part of completing payment for the Cost of the Project (as defined in the Order) and any Additional Project; and

WHEREAS, the District has determined that it is necessary to acquire and construct a certain Additional Project which is described in Appendix A to this Series Resolution (the "2026 Project") and to pay the cost of the 2026 Project by issuing an additional series of revenue bonds and using any other available funds as authorized by Section 2.08 of the Order; and

WHEREAS, Section 2.08 of the Order also authorizes the issuance, from time to time, of additional revenue bonds of the District in one or more series for the purpose of providing funds for paying, with any other available funds, the cost (including financing costs) of refunding any Bonds (as defined in the Order); and

WHEREAS, the Board has determined to issue a series of revenue and revenue refunding bonds of the District designated "Sewerage System Revenue and Revenue Refunding Bonds, Series 2026" (the "Series 2026 Bonds") pursuant to Section 2.08 of the Order for the purpose of

providing funds, together with other available funds, to (a) pay certain costs of the 2026 Project and reimburse the District for costs of the 2026 Project paid prior to the date of issuance of the Series 2026 Bonds, (b) refund all of the callable maturities of the outstanding Series 2014 Bonds and (c) pay certain costs and expenses incurred in connection with the issuance of the Series 2026 Bonds; and

WHEREAS, the Board has received information to the effect that the District will be able to satisfy the requirements of Sections 2.08 and 7.16 of the Order with respect to the issuance of the Series 2026 Bonds; and

WHEREAS, the District has submitted an application to the Local Government Commission of North Carolina (the "Local Government Commission") requesting approval for the issuance of the Series 2026 Bonds and the sale of the Series 2026 Bonds at private sale and without advertisement as required by Section 159-123 of the North Carolina General Statutes;

NOW, THEREFORE, THE DISTRICT BOARD OF THE METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY DOES HEREBY RESOLVE, as follows:

Section 1. Definitions.

(a) Meaning of Words and Terms. Unless otherwise required by the context, words and terms used herein which are defined in the Order shall have the meanings assigned to them therein, and the following words and terms shall have the following meanings:

"Bond Registrar" means The Bank of New York Mellon Trust Company, N.A., as designated by Section 2(a) of this Series Resolution.

"Bond Year" means the period commencing on July 1 of any year and ending on June 30 of the following year; provided, however, that the initial Bond Year shall commence on the delivery date of the Series 2026 Bonds and end on June 30, 2027.

"Interest Payment Date" means July 1, 2027, and each January 1 and July 1 thereafter, to and including July 1, 2051.

"Investment Obligations" means any investment permitted by Section 159-30 of the North Carolina General Statutes, as amended from time to time, or any successor statute.

"Rating Agency" means Fitch Ratings, Moody's Investors Service, Inc. and S&P Global Ratings, and their respective successors and assigns.

"Regular Record Date" means the 15th day of the month preceding any Interest Payment Date, whether or not a Business Day.

"Rule 15c2-12" means Rule 15c2-12 issued under the Securities Exchange Act of 1934, as amended.

"Securities Depository" means The Depository Trust Company, Jersey City, New Jersey, or other recognized securities depository selected by the District, which maintains a book-entry

system in respect of the Series 2026 Bonds, and shall include any substitute for or successor to the securities depository initially acting as Securities Depository.

"Securities Depository Nominee" means, as to any Securities Depository, such Securities Depository or the nominee of such Securities Depository in whose name shall be registered on the registration books maintained by the Bond Registrar the Series 2026 certificates to be required to be deposited with the Bond Registrar during the continuation with such Securities Depository of participation in such book-entry system.

"Serial Bonds" means the Series 2026 Bonds, if any, that are designated as such and mature on July 1 in the years and amounts set forth in the Series Certificate.

"Series 2026 Bonds" means the Metropolitan Sewerage District of Buncombe County, Sewerage System Revenue and Revenue Refunding Bonds, Series 2026, issued pursuant to the Order and this Series Resolution.

"Series 2026 Project Account" means the account in the Construction Fund created and so designated by Section 4(a) of this Series Resolution.

"Series 2026 Subaccount of the Interest Account" means the subaccount in the Interest Account of the Bond Fund created and so designated by Section 4(a) of this Series Resolution.

"Series 2026 Subaccount of the Principal Account" means the subaccount in the Principal Account of the Bond Fund created and so designated by Section 4(a) of this Series Resolution.

"Series 2026 Subaccount of the Redemption Account" means the subaccount in the Redemption Account of the Bond Fund created and so designated by Section 4(a) of this Series Resolution.

"Series 2026 Subaccount of the Sinking Fund Account" means the subaccount in the Sinking Fund Account of the Bond Fund created and so designated by Section 4(a) of this Series Resolution.

"Series Certificate" shall have the meaning given such term by Section 2(e) of this Series Resolution.

"Sinking Fund Requirement" means, with respect to the Term Bonds, if any, for any Bond Year, the principal amount fixed or computed as provided in the Series Certificate for the retirement of the Term Bonds by purchase or redemption on July 1 of the following Bond Year.

The Sinking Fund Requirement for the Term Bonds, if any, for each Bond Year shall be initially the respective principal amounts of the Term Bonds to be redeemed, or otherwise retired, on July 1 of the following Bond Year, as set forth in the Series Certificate.

During any Bond Year on or before the 45th day next preceding any July 1 on which Series 2026 Bonds, which are Term Bonds, are to be retired pursuant to the Sinking Fund Requirement, the District may deliver to the Trustee for cancellation Term Bonds required to be redeemed on such July 1 in any aggregate principal amount desired and receive a credit against amounts required

to be transferred from the Series 2026 Subaccount of the Sinking Fund Account on account of such Series 2026 Bonds in the amount of 100% of the principal amount of any such Term Bonds so purchased. If, during any Bond Year, the total principal amount of Term Bonds retired by purchase or redemption under the provisions of this Series Resolution and the Series Certificate shall be greater than the amount of the Sinking Fund Requirement for such Term Bonds, the subsequent Sinking Fund Requirements for such Term Bonds shall be reduced by the amount of such excess as shall be specified in an Officer's Certificate filed with the Trustee on or prior to July 15 of the next ensuing Bond Year.

It shall be the duty of the Trustee, on or before the 15th day of July in each Bond Year, to recompute, if necessary, the Sinking Fund Requirement for such Bond Year and all subsequent Bond Years for the Term Bonds Outstanding; provided, however, that such recomputation is to be based solely and exclusively on an Officer's Certificate filed with the Trustee. The Sinking Fund Requirement for such Bond Year as so recomputed shall continue to be applicable during the balance of such Bond Year and no adjustment shall be made therein by reason of Term Bonds purchased or redeemed or called for redemption during such Bond Year.

If any Term Bonds are redeemed or purchased by operation of the Series 2026 Subaccount of the Redemption Account or the Series 2026 Subaccount of the Sinking Fund Account, the Trustee shall reduce future Sinking Fund Requirements therefor in such manner as shall be specified in an Officer's Certificate to be filed with the Trustee pursuant to Section 3(b) or Section 4(e) of this Series Resolution.

"Term Bonds" means the Series 2026 Bonds, if any, that are designated as such and mature on July 1 in the years and amounts set forth in the Series Certificate.

(b) Rules of Construction. Words of the masculine gender shall be deemed and construed to include correlative words of the feminine and neuter genders. Unless the context shall otherwise indicate, words used herein shall include the plural as well as the singular number. References herein to particular articles or sections are references to articles or sections of this Series Resolution unless some other reference is indicated.

Section 2. Authorization, Form, Issuance, Delivery and Registration of the Series 2026 Bonds.

(a) Authorization of the Series 2026 Bonds. Pursuant to the Act and Section 2.08 of the Order, the District hereby authorizes the issuance of revenue and revenue refunding bonds of the District, designated "Metropolitan Sewerage District of Buncombe County Sewerage System Revenue and Revenue Refunding Bonds, Series 2026" (the "Series 2026 Bonds") in an aggregate principal amount not exceeding $150,000,000 for the purpose of providing funds, together with other available funds, to (1) pay the Costs of the 2026 Project and reimburse the District for Costs of the 2026 Project paid prior to the date of issuance of the Series 2026 Bonds, (2) refund all of the callable maturities of the outstanding Series 2014 Bonds and (3) pay certain expenses incurred in connection with the issuance of the Series 2026 Bonds. The Series 2026 Bonds shall be dated the date of delivery thereof.

The Bank of New York Mellon Trust Company, N.A. is hereby appointed Bond Registrar for the Series 2026 Bonds.

(b) Form of Series 2026 Bonds. The Series 2026 Bonds are issuable in fully registered form in denominations of $5,000 or any whole multiple thereof, shall be lettered "R2026-" and shall be numbered from 1 consecutively upward. The Series 2026 Bonds and the Certificate of the Local Government Commission and the Certificate of Authentication to be endorsed on all the Series 2026 Bonds shall be substantially in the following forms, with such variations, omissions and insertions as are required or permitted by the Order or this Series Resolution:

[Form of Series 2026 Bond]

UNLESS THIS CERTIFICATE IS PRESENTED BY AN AUTHORIZED REPRESENTATIVE OF THE DEPOSITORY TRUST COMPANY, A NEW YORK CORPORATION ("DTC"), TO THE ISSUER OR ITS AGENT FOR REGISTRATION OF TRANSFER, EXCHANGE, OR PAYMENT, AND ANY CERTIFICATE ISSUED IS REGISTERED IN THE NAME OF CEDE & CO. OR IN SUCH OTHER NAME AS IS REQUIRED BY AN AUTHORIZED REPRESENTATIVE OF DTC (AND ANY PAYMENT IS MADE TO CEDE & CO. OR TO SUCH OTHER ENTITY AS IS REQUESTED BY AN AUTHORIZED REPRESENTATIVE OF DTC), ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL INASMUCH AS THE REGISTERED OWNER HEREOF, CEDE & CO., HAS AN INTEREST HEREIN.

No. R2026- $ _____

United States of America
State of North Carolina
County of Buncombe

METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY
SEWERAGE SYSTEM REVENUE AND REVENUE REFUNDING BOND, SERIES 2026

Maturity Date	Original Issuance Date	Interest Rate	CUSIP
July 1, 20__	October __, 2026	_____%	_____

The Metropolitan Sewerage District of Buncombe County (the "District"), a public body and body politic and corporate in the County of Buncombe, State of North Carolina, is justly indebted and for value received hereby promises to pay, solely from the sources and in the manner hereinafter set forth, to CEDE & CO., or registered assigns or legal representative, on the maturity date specified above (or earlier as hereinafter referred to), upon the presentation and surrender hereof at the designated corporate trust office of The Bank of New York Mellon Trust Company, N.A., or any successor bond registrar (the "Bond Registrar"), the principal sum of

_____ DOLLARS ($ _____)

The District promises to pay, but solely from said sources, interest on this bond (calculated on the basis of a 360-day year consisting of twelve 30-day months) from the interest payment date

next preceding the date on which it is authenticated, unless it is authenticated on an interest payment date, or it is authenticated prior to July 1, 2027, in which event it shall bear interest from the Original Issuance Date set forth above, payable on July 1, 2027, and semiannually thereafter on January 1 and July 1 of each year at the rate per annum set forth above until the principal sum hereof is paid. The interest so payable and punctually paid or duly provided for on any interest payment date will be paid to the person in whose name this bond is registered at the close of business on the regular record date for such interest, which shall be the 15th day (whether or not a business day) of the calendar month next preceding an interest payment date (the "Regular Record Date"). Any such interest not so punctually paid or duly provided for shall forthwith cease to be payable to the person who was the registered owner on such Regular Record Date and may be paid to the person in whose name this bond is registered at the close of business on a Special Record Date, as defined in the hereinafter-mentioned Order, for the payment of such defaulted interest to be fixed by the Trustee hereinafter mentioned, notice whereof being given to registered owners not less than ten (10) days prior to such Special Record Date, or may be paid in any other lawful manner not inconsistent with the requirements of applicable law or any securities exchange on which the bonds may be listed and upon such notice as may be required by such law or exchange, all as more fully provided in the Order. All such payments shall be made in such coin or currency of the United States of America as at the time of payment is legal tender for payment of public and private debts.

This bond is one of a duly authorized series of revenue and revenue refunding bonds of the District, designated "Sewerage System Revenue and Revenue Refunding Bonds, Series 2026" (the "Series 2026 Bonds"), issued for the purpose of providing funds, together with other available funds, to (i) pay certain costs of the 2026 Project (as defined in the Series Resolution) or reimburse the District for costs of the 2026 Project paid prior to the Original Issuance Date set forth above, (ii) refund all of the callable maturities of the District's outstanding Sewerage System Revenue Bonds, Series 2014 (the "Series 2014 Bonds") and (iii) pay certain expenses incurred in connection with the issuance of the Series 2026 Bonds.

The Series 2026 Bonds are being issued by means of a book-entry system with no physical distribution of bond certificates to be made except as provided in the Series Resolution, as hereinafter defined. One Series 2026 Bond certificate with respect to each date on which the Series 2026 Bonds are stated to mature, registered in the name of the Securities Depository Nominee (as defined in the Series Resolution) is being issued and required to be deposited with the Bond Registrar and immobilized in its custody. The book-entry system will evidence positions held in the Series 2026 Bonds by the Securities Depository's participants, beneficial ownership of the Series 2026 Bonds in the principal amount of $5,000 or any multiple thereof being evidenced in the records of such participants. Transfers of ownership will be effected on the records of the Securities Depository and its participants pursuant to rules and procedures established by the Securities Depository and its participants. The District, the Bond Registrar and the Trustee will recognize the Securities Depository Nominee, while the registered owner of this Series 2026 Bond, as the owner of this Series 2026 Bond for all purposes, including (i) payments of principal of, and redemption premium, if any, and interest on, this Series 2026 Bond, (ii) notices and (iii) voting. Transfer of principal, interest and any redemption premium payments to participants of the Securities Depository will be the responsibility of the Securities Depository, and transfer of principal, interest and any redemption premium payments to beneficial owners of the Series 2026 Bonds by participants of the Securities Depository will be the responsibility of such participants

and other nominees of such beneficial owners. The District, the Bond Registrar and the Trustee will not be responsible or liable for such transfers of payments or for maintaining, supervising or reviewing the records maintained by the Securities Depository, the Securities Depository Nominee, the Securities Depository's participants or persons acting through such participants. While the Securities Depository Nominee is the registered owner of this Series 2026 Bond, notwithstanding the provisions hereinabove contained, payments of principal of, redemption premium, if any, and interest on this Series 2026 Bond shall be made in accordance with existing arrangements between the Bond Registrar or its successors under the Order and the Series Resolution and the Securities Depository.

The Series 2026 Bonds are being issued under and pursuant to the Constitution and laws of the State of North Carolina, including the North Carolina Metropolitan Sewerage Districts Act, as amended, and The State and Local Government Revenue Bond Act, as amended (collectively, the "Act"), an amended and restated bond order duly adopted by the District Board of the District (the "Board") on April 21, 1999 (said amended and restated bond order, together with all orders supplemental and amendatory thereto as therein permitted, being herein collectively called the "Order") and a series resolution duly adopted by the Board on September 16, 2026 (the "Series Resolution"). The District has heretofore issued and secured under the Order $33,635,000 principal amount of its Sewerage System Revenue Refunding Bonds, Series 2008A (the "Series 2008A Bonds"), $30,230,000 original principal amount of its Sewerage System Revenue Refunding Bonds, Series 2013 (the "Series 2013 Bonds"), $26,195,000 original principal amount of its Sewerage System Revenue Bonds, Series 2014 (the "Series 2014 Bonds"), and $37,485,000 original principal amount of its Sewerage System Revenue and Revenue Refunding Bonds, Series 2017 (the "Series 2017 Bonds") for the purpose of paying, directly or indirectly, the cost of acquiring and constructing Additional Projects (as defined in the Order) of the System and refunding bonds issued under the Order. The Order provides for the issuance from time to time under the conditions, limitations and restrictions therein set forth of additional bonds to provide funds for paying all or any part of the cost of acquiring and constructing any Additional Project (as defined in the Order), to provide funds for completing payment of the cost of the Project (as defined in the Order) and any Additional Project, and to provide funds to pay the cost (including financing costs) of refunding any bonds issued under the Order, Parity Debt (as defined in the Order) or Subordinated Indebtedness (as defined in the Order) (such additional bonds, the outstanding Series 2008A Bonds, the outstanding Series 2013 Bonds, the outstanding Series 2014 Bonds, the outstanding Series 2017 Bonds and the Series 2026 Bonds being herein collectively called the "Bonds"). Copies of the Order and the Series Resolution are on file at the corporate trust office of The Bank of New York Mellon Trust Company, N.A. (the "Trustee") in Jacksonville, Florida. By the acceptance of this bond, the registered owner hereof assents to all of the provisions of the Order and the Series Resolution.

The Series 2026 Bonds are special obligations of the District secured by a pledge, charge and lien upon Net Receipts (as defined in the Order). The District is not obligated to pay the principal of or interest on the Series 2026 Bonds except, as provided in the Order, from Net Receipts or certain other monies made available therefor under the Order and neither the faith and credit nor the taxing power of the State of North Carolina or any political subdivision thereof or the District is pledged to the payment of the principal of and the interest on the Series 2026 Bonds. The Order provides for the issuance or incurrence from time to time under the conditions,

limitations and restrictions therein set forth of Bonds and Parity Debt (as defined in the Order) secured on a parity as to the pledge of Net Receipts.

Reference is hereby made to the Order and the Series Resolution for a more complete statement of the provisions thereof and the rights of the District, the Trustee and the registered owners of the Series 2026 Bonds.

The Order provides for the creation of a special fund designated the "Metropolitan Sewerage District of Buncombe County, North Carolina Sewerage System Revenue Bonds Bond Fund" (the "Bond Fund"). Pursuant to the Series Resolution, special subaccounts have been created within the various accounts of the Bond Fund with respect to the Series 2026 Bonds (the "Subaccounts"), which Subaccounts are pledged to and charged with the payment of the principal of and interest on the Series 2026 Bonds. The Series Resolution also provides for the deposit of Net Receipts to the credit of the Subaccounts to the extent and in the manner provided in the Order.

The Order provides for the charging by the District of rates, fees and charges for the use of and for the services and facilities furnished or to be furnished by the System (as defined in the Order) in order to produce at all times sufficient Gross Receipts (as defined in the Order) to pay Current Expenses (as defined in the Order) and the principal of and interest on all Parity Indebtedness (as defined in the Order) and Subordinated Indebtedness (as defined in the Order) as the same shall become due and to create certain reserves for such purposes.

The Series 2026 Bonds are issuable in fully registered form, in such denominations as the Board may by resolution determine. At the principal corporate trust office of the Bond Registrar, in the manner and subject to the limitations and conditions provided in the Order, Series 2026 Bonds may be exchanged for an equal aggregate principal amount of Series 2026 Bonds of the same maturity, of authorized denominations and bearing interest at the same rate.

The transfer of this bond is registrable by the registered owner hereof in person or by his attorney or legal representative at the principal corporate trust office of the Bond Registrar but only in the manner and subject to the limitations and conditions provided in the Order and upon surrender and cancellation of this bond. Upon any such registration of transfer the District shall execute and the Bond Registrar shall authenticate and deliver in exchange for this bond a new Series 2026 Bond or Series 2026 Bonds, registered in the name of the transferee, of authorized denominations, in aggregate principal amount equal to the principal amount of this bond, of the same series and maturity and bearing interest at the same rate. The District or the Bond Registrar may make a charge for every such exchange or registration of transfer of Series 2026 Bonds sufficient to reimburse it for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer, but no other charge shall be made to any registered owner for the privilege of exchanging or registering the transfer of Series 2026 Bonds. Neither the District nor the Bond Registrar shall be required to make any such exchange or registration of transfer of Series 2026 Bonds during the fifteen (15) days immediately preceding the date of first giving of notice of any redemption of Series 2026 Bonds or any portion thereof or of any Series 2026 Bond after such Series 2026 Bond or any portion thereof has been selected for redemption.

[The Series 2026 Bonds at the time outstanding that are stated to mature on or after July 1, 20__ may be redeemed prior to their respective maturities, at the option of the District, on or after

July 1, 20__ in whole or in part on any date, in such order of maturity as the District in its discretion may determine and by lot within a single maturity, from any moneys that may be available for such purpose, at the following redemption prices (expressed as a percentage of the principal amount of Series 2026 Bonds to be redeemed), plus the interest accrued thereon to the redemption date:

Redemption Dates (inclusive)	Redemption Price
July 1, 20_ to June 30, 20__	__%
July 1, 20_ to June 30, 20__	__%
July 1, 20_ and thereafter	__%]

[The Series 2026 Bonds at the time outstanding that are stated to mature on July 1, 20__ are required to be redeemed from moneys in the Series 2026 Subaccount of the Sinking Fund Account, as defined in the Order, on July 1, 20__, and on each July 1 thereafter set forth below, in the principal amounts set forth below, at a redemption price equal to 100% of the principal amount of such Series 2026 Bonds to be redeemed, plus accrued interest to the redemption date:

Year	Principal Amount
*	$

* Maturity Date]

[The Series 2026 Bonds at the time outstanding that are stated to mature on July 1, 20__ are required to be redeemed from moneys in the Series 2026 Subaccount of the Sinking Fund Account, as defined in the Order, on July 1, 20__, and on each July 1 thereafter set forth below, in the principal amounts set forth below, at a redemption price equal to 100% of the principal amount of such Series 2026 Bonds to be redeemed, plus accrued interest to the redemption date:

Year	Principal Amount

* Maturity Date]

If less than all of the Series 2026 Bonds are called for redemption, the Series 2026 Bonds to be so redeemed shall be called for redemption in the manner that the District shall determine as set forth in an Officer's Certificate filed with the Trustee. If less than all of the Series 2026 Bonds of any one maturity are called for redemption, the Bond Registrar shall select the Series 2026 Bonds to be redeemed by lot, each $5,000 portion of principal being counted as one Series 2026 Bond for this purpose; provided, however, that so long as the only registered owner of the Series 2026 Bonds is Cede & Co., such selection shall be made by DTC.

Not more than forty-five (45) days and at least thirty (30) days before the redemption date of any Series 2026 Bonds, the Bond Registrar shall cause a notice of any such redemption, either in whole or in part, signed by the Bond Registrar, to be mailed, first-class, postage prepaid, to all registered owners of Series 2026 Bonds or portions of Series 2026 Bonds to be redeemed at their

addresses as they appear on the registration books of the District kept by the Bond Registrar, but failure so to mail any such notice shall not affect the validity of the proceedings for such redemption as to any registered owners to whom such notice was given as so required. The Bond Registrar shall also cause a notice of any such redemption to be given to such other parties as provided in the Series Resolution. On the date designated for redemption, notice having been given as aforesaid, the Series 2026 Bonds or portions of Series 2026 Bonds so called for redemption shall become and be due and payable at the redemption price provided for the redemption of such Series 2026 Bonds or portions thereof on such date, and, if moneys for payment of the redemption price and the accrued interest are held by the Bond Registrar, as provided in the Order, interest on such Series 2026 Bonds or portions thereof shall cease to accrue, such Series 2026 Bonds or portions thereof shall cease to be entitled to any benefit or security under the Order, and the registered owners thereof shall have no rights in respect of such Series 2026 Bonds or portions thereof except to receive payment of the redemption price thereof and the accrued interest so held by the Bond Registrar. If a portion of this bond shall be called for redemption, a new Series 2026 Bond or Series 2026 Bonds in principal amount equal to the unredeemed portion hereof, of the same maturity and bearing interest at the same rate will be issued to the registered owner upon surrender hereof.

With respect to any notice of redemption of Series 2026 Bonds (other than a notice given with respect to a mandatory sinking fund redemption), such notice may state that such redemption shall be conditional upon the receipt by the Trustee or the Bond Registrar, on or prior to the date fixed for such redemption, of moneys sufficient to pay the redemption price of and accrued interest on such Series 2026 Bonds to be redeemed, and that if such moneys shall not have been so received, said notice shall be of no force and effect and the District shall not be required to redeem such Series 2026 Bonds. In the event that such notice of redemption contains such a provision and such moneys are not so received, the redemption shall not be made and the Bond Registrar shall within a reasonable time thereafter give notice, in the manner in which the notice of redemption was given, that such moneys were not so received.

The registered owner of this bond shall have no rights to enforce the provisions of the Order or to institute action to enforce the covenants therein, or to take any action with respect to any event of default under the Order or to institute, appear in or defend any suit or other proceeding with respect thereto, except as provided in the Order.

In certain events, on the conditions, in the manner and with the effect set forth in the Order, the principal of all Bonds and Parity Debt then outstanding under the Order may become or may be declared due and payable before the stated maturities thereof, together with the interest accrued thereon.

Modifications or alterations of the Order may be made by the District only to the extent and in the circumstances permitted by the Order.

As declared by the Act, this bond, subject only to the provisions for registration and registration of transfer stated herein and contained in the Order, is an investment security within the meaning of and for all the purposes of Article 8 of the Uniform Commercial Code of the State of North Carolina.

This bond is issued with the intent that the laws of the State of North Carolina shall govern its construction.

All acts, conditions and things required by the Constitution and laws of the State of North Carolina, the Order and the Series Resolution to happen, exist and be performed precedent to and in the issuance of this bond have happened, exist and have been performed as so required.

This bond shall not be valid or become obligatory for any purpose or be entitled to any benefit or security under the Order until it shall have been authenticated by the execution by the Bond Registrar of the certificate of authentication endorsed hereon.

IN WITNESS WHEREOF, the Metropolitan Sewerage District of Buncombe County has caused this bond to bear the [manual] [facsimile] signatures of the Chairperson and the Secretary-Treasurer of the Board of the District and [a facsimile of] the corporate seal of the District to be imprinted hereon, all as of the ____ day of ____, 2026.

METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY

By: _____
Chairperson

By: _____
Secretary-Treasurer

CERTIFICATE OF LOCAL GOVERNMENT COMMISSION

The issuance of the within bond has been approved under the provisions of The State and Local Government Revenue Bond Act of North Carolina.

_____
Secretary
Local Government Commission of North Carolina

CERTIFICATE OF AUTHENTICATION

This bond is one of the Bonds of the series designated therein and issued under the provisions of the within-mentioned Order.

THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., as Bond Registrar

By: _____

Authorized Officer

Date of authentication: _____

ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sells, assigns and transfers unto

_____

_____

PLEASE INSERT SOCIAL SECURITY NUMBER
OR OTHER IDENTIFYING NUMBER OF ASSIGNEE

PLEASE PRINT OR TYPEWRITE NAME AND ADDRESS OF TRANSFEREE

_____

_____

the within bond and all rights thereunder, and hereby irrevocably constitutes and appoints

_____

attorney, to transfer the within bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

_____

NOTICE: Signature(s) must be guaranteed by an institution which is a participant in the Securities Transfer Agent Medallion Program (STAMP) or similar program.

_____

NOTICE: The assignor's signature to this assignment must correspond with the name as it appears upon the face of the within bond in every particular, without alteration or enlargement or any change whatever.

(c) Details of Series 2026 Bonds. The Series 2026 Bonds shall be dated as of the date of their delivery, shall be stated to mature on July 1, in such years and amounts, shall bear interest, payable on July 1, 2027, and semiannually thereafter on January 1 and July 1 in each year, at such rate or rates, and shall have such optional redemption provisions as shall be set forth in the Series Certificate; provided, however, that the final maturity of the Series 2026 Bonds shall not be later than July 1, 2051 and the true interest cost thereof shall not exceed five percent (5.00%). The

Series 2026 Bonds that are designated as Term Bonds in the Series Certificate shall have such Sinking Fund Requirements as set forth in such certificate.

The Series 2026 Bonds shall be issued by means of a book-entry system with no physical distribution of bond certificates to be made except as hereinafter provided. One bond certificate with respect to each date on which the Series 2026 Bonds are stated to mature, in the aggregate principal amount of the Series 2026 Bonds stated to mature on such date and registered in the name of Cede & Co., as nominee of The Depository Trust Company, Jersey City, New Jersey ("DTC"), will be issued and required to be deposited with the Bond Registrar and immobilized in its custody. The book-entry system will evidence ownership of the Series 2026 Bonds in the principal amount of $5,000 or any multiple thereof, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures established by DTC and its participants. The principal of and any redemption premium on each Series 2026 Bond and interest with respect thereto shall be payable to Cede & Co. or any other person appearing on the registration books of the District as the registered owner of such Series 2026 Bond or its registered assigns or legal representatives. Transfer of principal, interest and any redemption premium payments to participants of DTC will be the responsibility of DTC, and transfer of principal, interest and any redemption premium payments to beneficial owners of the Series 2026 Bonds by participants of DTC will be the responsibility of such participants and other nominees of such beneficial owners. The District, the Bond Registrar and the Trustee will not be responsible or liable for such transfers of payments or for maintaining, supervising or reviewing records maintained by DTC, its participants or persons acting through such participants.

In the event that (i) DTC determines not to continue to act as Securities Depository for the Series 2026 Bonds or (ii) the District determines that continuation of the book-entry system of evidence and transfer of ownership of the Series 2026 Bonds would adversely affect the interests of the beneficial owners of the Series 2026 Bonds, the District will discontinue the book-entry system with DTC. If the District identifies another qualified Securities Depository to replace DTC, the District will make arrangements with DTC and such other Securities Depository to effect such replacement and deliver replacement bonds registered in the name of such other Securities Depository or its Securities Depository Nominee in exchange for the outstanding Series 2026 Bonds, and the references to DTC or Cede & Co. in this Series Resolution shall thereupon be deemed to mean such other Securities Depository or its Securities Depository Nominee. If the District fails to identify another qualified Securities Depository to replace DTC, the District will deliver replacement bonds in the form of fully registered certificates in the denomination of $5,000 or any multiple thereof in exchange for the outstanding Series 2026 Bonds as required by DTC.

(d) Delegation and Standards. The District hereby delegates to the General Manager of the District, subject to the limitations contained herein, the power to determine and carry out the following with respect to the Series 2026 Bonds:

(i) Principal Amount. To determine the aggregate principal amount of the Series 2026 Bonds and the principal amounts of each maturity of the Series 2026 Bonds, such principal amount, not to exceed $150,000,000, to be sufficient for the purposes described in Section 2(a) of this Series Resolution;

(ii) Maturities. To determine the maturity dates of the Series 2026 Bonds and the final maturity date thereof, such final stated maturity not to extend beyond July 1, 2051;

(iii) Serial Bonds and Term Bonds. To determine the Series 2026 Bonds, if any, to be designated as and comprising Serial Bonds and the Series 2026 Bonds, if any, to be designated as and comprising Term Bonds;

(iv) Optional Redemption Requirements. To determine the optional redemption provisions and redemption prices, if any, relating to the Series 2026 Bonds;

(v) Sinking Fund Requirements. To determine the Sinking Fund Requirements for any Series 2026 Bonds designated as and comprising Term Bonds;

(vi) Date of Sale. To determine the date of the sale of the Series 2026 Bonds;

(vii) Negotiated Sale. To approve the sale of the Series 2026 Bonds in a negotiated sale in accordance with the provisions of Section 16 of this Series Resolution; provided, however, that the true interest cost for the Series 2026 Bonds shall not exceed five percent (5.00%) and, provided further, that the underwriters' discount for the Series 2026 Bonds shall not exceed one percent (1.00%) of the par amount of the Series 2026 Bonds;

(viii) Refunding of Series 2014 Bonds. To determine the specific maturities and principal amounts of the Series 2014 Bonds to be refunded; and

(ix) Other Provisions. To determine any other provisions deemed advisable and not in conflict with the provisions of this Series Resolution or the Order.

(e) Series Certificate. The General Manager of the District shall execute a certificate or certificates (collectively, the "Series Certificate") evidencing the determinations or other actions taken by him pursuant to the authority granted in this Series Resolution, and any such Series Certificate shall be conclusive evidence of the action taken.

(f) Issuance and Delivery of Series 2026 Bonds: Application of Certain Proceeds and Certain Other Moneys. The Series 2026 Bonds shall be executed substantially in the forms and in the manner herein set forth and shall be deposited with the Bond Registrar for authentication, but before the Series 2026 Bonds shall be authenticated and delivered to the purchasers thereof, there shall be filed with the Trustee the items required to be delivered to the Trustee pursuant to Section 2.08 of the Order.

When the documents mentioned in Section 2.08 of the Order shall have been filed with the Trustee, and when the Series 2026 Bonds shall have been executed and authenticated as required by this Series Resolution, the Series 2026 Bonds shall be delivered to or upon the order of the purchasers thereof, but only upon the deposit with the Trustee of the purchase price of the Series 2026 Bonds.

Section 3. Redemption of Series 2026 Bonds.

(a) Redemption of Series 2026 Bonds.

(i) The Series 2026 Bonds shall not be subject to prior redemption except as provided in the Series Certificate, this Section 3 and in Article III of the Order.

(ii) The Series 2026 Bonds shall be subject to redemption, at the option of the District, at such times and at such redemption prices as shall be set forth in the Series Certificate.

(iii) The Term Bonds, if any, shall be subject to mandatory redemption, as specified in the Series Certificate and shall be redeemed to the extent of any Sinking Fund Requirement therefor on July 1 immediately following each Bond Year in which there is a Sinking Fund Requirement, at a redemption price equal to 100% of the principal amount of Term Bonds to be redeemed, plus accrued interest to the redemption date.

(b) Selection of Series 2026 Bonds for Redemption. The Series 2026 Bonds shall be redeemed only in whole multiples of $5,000. If less than all the Series 2026 Bonds are called for redemption, the Series 2026 Bonds to be so redeemed shall be called for redemption in the manner set forth in an Officer's Certificate filed with the Trustee.

If less than all of the Series 2026 Bonds of any one maturity are to be called for redemption, the Bond Registrar shall select the Series 2026 Bonds to be redeemed by lot, each five thousand dollar ($5,000) portion of principal being counted as one Series 2026 Bond for this purpose; provided, however, that so long as the only Owner of the Series 2026 Bonds is a Securities Depository Nominee, such selection shall be made by the Securities Depository. If less than all of any one maturity of Series 2026 Bonds that are Term Bonds are called for redemption at the option of the District, the principal amount of Series 2026 Bonds so redeemed shall be applied in satisfaction, in whole or in part, of the Sinking Fund Requirement with respect to such Term Bond payable in such year or years as the District shall determine in its discretion. The District shall thereafter cause an Officer's Certificate to be filed with the Trustee not later than July 15 of the following Bond Year setting forth the Bond Years in which the Sinking Fund Requirements with respect to Term Bonds are to be reduced and the amount by which the Sinking Fund Requirements so determined are to be reduced. Any adjustment to the Sinking Fund Requirements shall be based solely and exclusively on an Officer's Certificate filed with the Trustee.

(c) Redemption Notice. At least thirty (30) days but not more than forty-five (45) days prior to the redemption date of any Series 2026 Bonds to be redeemed, whether such redemption be in whole or in part, the Bond Registrar shall cause a notice of any such redemption signed by the Bond Registrar to be mailed, first-class, postage prepaid, to all Owners of Series 2026 Bonds to be redeemed in whole or in part, provided that notice to any Securities Depository shall be sent by registered or certified mail; provided, further that failure to mail any such notice to any Owner or any defect in such notice shall not affect the validity of the proceedings for such redemption as to the Series 2026 Bonds of any other Owner to whom such notice has been properly given. The Bond Registrar shall also give such notice of redemption to the Municipal Securities Rulemaking Board ("MSRB") through the Electronic Municipal Market Access (EMMA) system, or any other

entity designated or authorized by the MSRB or the United States Securities and Exchange Commission in accordance with then current guidelines, but failure to mail such notice or any defect therein shall not affect the validity of any proceedings for the redemption of any Series 2026 Bonds. Notwithstanding anything to the contrary herein, the District acknowledges and agrees that the Bond Registrar is not acting as the disclosure/dissemination agent for purposes of Rule 15c2-12 in connection with any notice required to be posted with the MSRB via its EMMA system (or any successor thereto) and shall have no liability to any party for its failure to make such filing or any defect therein.

Each such notice shall set forth the designation and date of the Series 2026 Bonds, the CUSIP numbers of the Series 2026 Bonds to be redeemed, the date fixed for redemption, the Redemption Price to be paid, the address and phone number of the Trustee and Bond Registrar, the date of the redemption notice, the maturities of the Series 2026 Bonds to be redeemed and, if less than all of the Series 2026 Bonds of any one maturity then Outstanding shall be called for redemption, the distinctive numbers and letters, if any, of such Series 2026 Bonds to be redeemed and, in the case of Series 2026 Bonds to be redeemed in part only, the portion of the principal amount thereof to be redeemed. If any Series 2026 Bond is to be redeemed in part only, the notice of redemption shall also state that on or after the redemption date, upon surrender of such Series 2026 Bond, a new Series 2026 Bond in principal amount equal to the unredeemed portion of such Series 2026 Bond will be issued.

Any notice of redemption, except a notice of redemption with respect to a Sinking Fund Requirement, may state that the redemption to be effected is conditioned upon the receipt by the Trustee or Bond Registrar on or prior to the redemption date of moneys sufficient to pay the principal of and premium, if any, and interest on the Series 2026 Bonds to be redeemed and that if such moneys are not so received such notice shall be of no force or effect and such Series 2026 Bonds shall not be required to be redeemed. In the event that such notice contains such a condition and moneys sufficient to pay the principal of and premium, if any, and interest on such Series 2026 Bonds are not received by the Trustee or Bond Registrar on or prior to the redemption date, the redemption shall not be made and the Bond Registrar shall within a reasonable time thereafter give notice, in the manner in which the notice of redemption was given, that such moneys were not so received.

Section 4. Series 2026 Project Account, Subaccounts in Other Accounts, Application of Net Receipts and Investment of Funds.

(a) Establishment of Series 2026 Project Account and Subaccounts in Other Accounts. There is hereby established with the Trustee within the Construction Fund an account designated "Metropolitan Sewerage District of Buncombe County Sewerage System Revenue and Revenue Refunding Bonds, Series 2026 Project Account", which account constitutes an Additional Project Account within the meaning of the Order.

The following subaccounts are hereby established:

(i) Series 2026 Subaccount of the Interest Account of the Bond Fund;

(ii) Series 2026 Subaccount of the Principal Account of the Bond Fund;

(iii) Series 2026 Subaccount of the Sinking Fund Account of the Bond Fund; and

(iv) Series 2026 Subaccount of the Redemption Account of the Bond Fund.

The subaccounts mentioned above shall be established with and held by the Trustee pursuant to the Order and this Series Resolution.

(b) Series 2026 Project Account. On the delivery date of the Series 2026 Bonds, the District shall cause to be deposited with the Trustee, from the proceeds of the Series 2026 Bonds, to the credit of the Series 2026 Project Account in the Construction Fund, such amount as is required by Section 4(c) of this Series Resolution. The Series 2026 Project Account shall be governed by the provisions of Article IV of the Order, and the moneys in the Series 2026 Project Account shall be applied to pay the Cost of the 2026 Project and the costs of issuance of the Series 2026 Bonds.

(c) Application of Proceeds of the Series 2026 Bonds. Simultaneously with the delivery of the Series 2026 Bonds and the deposit of the net proceeds of the Series 2026 Bonds with the Trustee, the Trustee shall apply such net proceeds of the Series 2026 Bonds as follows:

(i) an amount set forth in the Series Certificate to redeem the Series 2014 Bonds shall be applied to the refunding of the Series 2014 Bonds; and

(ii) the balance of the proceeds of the Series 2026 Bonds shall be deposited to the credit of the Series 2026 Project Account.

(d) Application of Net Receipts. On or before the dates set forth below, the District shall, subject to the provisions of the Order, deposit or cause to be deposited, from Net Receipts held in the Revenue Account, with the Trustee the following amounts, and the Trustee shall apply such amounts to the various subaccounts and accounts specified herein in the following order:

(i) into the Series 2026 Subaccount of the Interest Account, two Business Days prior to the next ensuing Interest Payment Date, an amount equal to the interest payable on the Series 2026 Bonds on such Interest Payment Date;

(ii) into the Series 2026 Subaccount of the Principal Account, two Business Days prior to July 1 of each year, an amount equal to the principal of all Serial Bonds, if any, due on such July 1; and

(iii) into the Series 2026 Subaccount of the Sinking Fund Account, two Business Days prior to July 1 of each year, the amount required to retire the Term Bonds, if any, to be called by mandatory redemption or to be paid at maturity on such July 1, in accordance with the Sinking Fund Requirements therefor.

In addition, the Trustee shall deposit to the Series 2026 Subaccount of the Redemption Account all amounts that are delivered to the Trustee by the District from time to time with written instructions that such amounts be so deposited.

(e) Application of Money in the Series 2026 Subaccount of the Sinking Fund Account. Money held in the Series 2026 Subaccount of the Sinking Fund Account shall be applied during each Bond Year to the purchase or retirement of Term Bonds then Outstanding as follows:

(i) The Trustee shall, at the written request of the District, endeavor to purchase and cancel Term Bonds or portions thereof subject to redemption by operation of the Series 2026 Subaccount of the Sinking Fund Account or maturing on the next ensuing July 1. The purchase price of each such Term Bond shall not exceed par plus accrued interest to the date of purchase. The Trustee shall pay the interest accrued on such Term Bonds to the date of settlement therefor from the Series 2026 Subaccount of the Interest Account or from other funds made available by the District and the purchase price from the Series 2026 Subaccount of the Sinking Fund Account, but no such purchase shall be made by the Trustee from money in the Series 2026 Subaccount of the Sinking Fund Account within the period of forty-five (45) days immediately preceding any July 1 on which such Term Bonds are subject to redemption. The aggregate purchase price of Term Bonds during such Bond Year shall not exceed the amount deposited in the Series 2026 Subaccount of the Sinking Fund Account on account of the Sinking Fund Requirement for the Term Bonds for such Bond Year. If in any Bond Year the sum of the amount on deposit in the Series 2026 Subaccount of the Sinking Fund Account for the payment of any Term Bonds and the principal amount of the Term Bonds that were purchased during such Bond Year pursuant to the provisions of this paragraph (i) or delivered during such Bond Year to the Trustee by the District exceeds the Sinking Fund Requirement for the Outstanding Term Bonds for such Bond Year, the Trustee, at the written request of the District, shall endeavor to purchase Outstanding Term Bonds with such excess money at a price no greater than par plus accrued interest;

(ii) The Trustee shall call for redemption on July 1 immediately following the then current Bond Year the Term Bonds then subject to redemption in a principal amount equal to the aggregate Sinking Fund Requirement for the Term Bonds for such Bond Year, less the principal amount of any such Term Bonds retired during such Bond Year by purchase pursuant to paragraph (i) of this Section 4(e) or delivered during such Bond Year to the Trustee by the District. If the amount available in the Series 2026 Subaccount of the Sinking Fund Account on such July 1 is not equal to the Sinking Fund Requirement for the Term Bonds for such Bond Year less the principal amount of any such Term Bonds so delivered or purchased and retired, the Trustee shall apply the amount available in the Series 2026 Subaccount of the Sinking Fund Account to the redemption of Term Bonds then subject to redemption so as to exhaust, to the extent practicable, the amount available. On each redemption date the Trustee shall withdraw from the Series 2026 Subaccount of the Sinking Fund Account the amount required to pay the redemption price of the Term Bonds so called for redemption. The amount of interest on the Term Bonds so called for redemption shall be paid from the Series 2026 Subaccount of the Interest Account. If such date is the stated maturity date of any such Term Bonds, the Trustee shall not call such Term Bonds for redemption but, on such maturity, shall withdraw the amount required for paying the principal of such Term Bonds when due and payable.

If on any date there is money in the Series 2026 Subaccount of the Sinking Fund Account and no Term Bonds are then Outstanding or if on any payment date money remains therein after

the mandatory redemption of Term Bonds in accordance with the Sinking Fund Requirement therefor, the Trustee shall withdraw such money therefrom and shall apply the same as follows and in the following order: (x) deposit in the Series 2026 Subaccount of the Interest Account and the Series 2026 Subaccount of the Principal Account, the amounts, if any, required to be paid thereto in such month and (y) deliver to the District all remaining amounts for deposit to the Revenue Account.

If, in any Bond Year, by the application of money in the Series 2026 Subaccount of the Sinking Fund Account, the Trustee should purchase or receive from the District and cancel Term Bonds in excess of the aggregate Sinking Fund Requirement for such Bond Year, the Trustee shall file with the District not later than the twentieth (20th) day prior to the next July 1 on which Term Bonds are to be redeemed, a statement identifying the Term Bonds purchased or delivered during such Bond Year and the amount of such excess. The District shall thereafter cause an Officer's Certificate to be filed with the Trustee not later than July 15 of the following Bond Year setting forth with respect to the amount of such excess the Bond Years in which the Sinking Fund Requirements with respect to Term Bonds are to be reduced and the amount by which the Sinking Fund Requirements so determined are to be reduced. Any adjustment to the Sinking Fund Requirements shall be based solely and exclusively on an Officer's Certificate filed with the Trustee.

Upon the retirement of any Term Bonds by purchase and redemption pursuant to the provisions of this Section, the Trustee shall file with the District a statement identifying such Bonds and setting forth the date of purchase or redemption, the amount of the purchase price or the Redemption Price of such Term Bonds, and the amount paid as interest thereon. The expenses incurred in connection with the purchase or redemption of any such Term Bonds shall be paid by the District from the Revenue Account or from any other available moneys.

(f) Application of Money in the Series 2026 Subaccount of the Redemption Account. The Trustee shall apply money in the Series 2026 Subaccount of the Redemption Account to the purchase or redemption of Series 2026 Bonds as follows:

(i) Subject to the provisions of clause (iii) of this Section 4(f), at the written request of the District, the Trustee shall endeavor to purchase and cancel Series 2026 Bonds or portions thereof, regardless of whether such Bonds or portions thereof are then subject to redemption, provided that the purchase price of each Series 2026 Bond shall not exceed the Redemption Price that would be payable on the next redemption date to the Owner of such Series 2026 Bond under the applicable provisions of the Series 2026 Subaccount of the Redemption Account. The Trustee shall pay the interest accrued on such Bonds or portions thereof to the date of settlement from the Series 2026 Subaccount of the Interest Account or other funds provided by the District and the purchase price from the Series 2026 Subaccount of the Redemption Account, but no such purchase shall be made by the Trustee from money in the Series 2026 Subaccount of the Redemption Account within the period of forty-five (45) days immediately preceding any date on which such Series 2026 Bonds or portions thereof are to be redeemed.

(ii) Subject to the provisions of clause (iii) of this Section 4(f), the Trustee shall call for redemption on a date permitted by this Series Resolution such amount of Series

2026 Bonds or portions thereof as, with the redemption premium, if any, will exhaust the money then held in the Series 2026 Subaccount of the Redemption Account as nearly as may be practicable; provided, however, that not less than Fifty Thousand Dollars ($50,000) in principal amount of the Series 2026 Bonds shall be called for redemption at any one time unless the Trustee is so instructed in writing by the District. The Trustee shall pay the accrued interest on the Series 2026 Bonds or portions thereof to be redeemed to the date of redemption from the Series 2026 Subaccount of the Interest Account and the Redemption Price of such Bonds or portions thereof from the Series 2026 Subaccount of the Redemption Account. The Trustee shall withdraw from the Series 2026 Subaccount of the Redemption Account and set aside the respective amounts required to pay the Redemption Price of the Series 2026 Bonds or portions thereof so called for redemption.

(iii) Money in the Series 2026 Subaccount of the Redemption Account shall be applied by the Trustee in each Fiscal Year to the purchase or the redemption of Series 2026 Bonds then Outstanding in accordance with the latest Officer's Certificate filed with the Trustee designating the Series 2026 Bonds to be redeemed.

Upon the retirement of any Series 2026 Bonds by purchase or redemption pursuant to the provisions of this Section, the Trustee shall file with the District a statement identifying such Series 2026 Bonds and setting forth the date of purchase or redemption, the amount of the purchase price or the Redemption Price of such Bonds and the amount paid as interest thereon. The expenses incurred by the Trustee in connection with the purchase or redemption of any such Series 2026 Bonds shall be paid by the District from the Revenue Account or from any other available moneys.

(g) Investment of Money. Money held for the credit of the Series 2026 Project Account and subaccounts in the Bond Fund established by this Series Resolution shall be continuously invested and reinvested by the Trustee at the written direction of the District in Investment Obligations to the extent practicable. Absent written instructions from the District, the Trustee shall not invest any money held for the credit of the Series 2026 Project Account and the subaccounts in the Bond Fund established by this Series Resolution. Any such Investment Obligations shall mature not later than the respective dates when the money held for the credit of such account or subaccounts will be required for the purposes intended. No Investment Obligations in any such account or subaccount may mature beyond the latest maturity date of any Series 2026 Bonds Outstanding at the time such Investment Obligations are deposited.

Investment Obligations acquired with money in or credited to any account or subaccount established by this Series Resolution shall be deemed at all times to be part of such account or subaccount. Any loss realized upon the disposition or maturity of such Investment Obligations shall be charged against such account or subaccount. The interest accruing on any such Investment Obligations and any profit realized upon the disposition or maturity of such Investment Obligations shall be credited to such account or subaccounts as follows:

Accounts or Subaccounts	Credit to
Series 2026 Project Account	Series 2026 Project Account
All Subaccounts	Respective Subaccounts

Any such interest accruing and any such profit realized shall be transferred upon the receipt thereof by the District or the Trustee, as the case may be, pursuant to the provisions of the Order and this Series Resolution.

An Authorized Officer shall give to the Trustee written directions respecting the investment of any money required to be invested hereunder, subject, however, to the provisions of this Section 4(g), and the Trustee shall then invest such money as so directed. The Trustee shall conclusively rely upon such written instructions as to both the suitability and legality of all directed investments. The Trustee may request in writing additional direction or authorization from the Authorized Officer with respect to the proposed investment of money. Upon receipt of such written directions, the Trustee shall invest, subject to the provisions of this Section 4(g), such money in accordance with such written directions. The Trustee shall not be liable to the District for any loss suffered by the District as a result of or in connection with any investment in Investment Obligations made by the Trustee in good faith as instructed by or approved by an Authorized Officer.

The Trustee shall sell or reduce to cash a sufficient amount of such Investment Obligations whenever it is necessary to do so in order to provide money to make any payment from any such account or subaccount. The Trustee shall not be liable or responsible for any loss resulting from any such investment.

Whenever a transfer of money between two or more of the accounts or subaccounts is permitted or required, such transfer may be made as a whole or value determined at the time of such transfer in accordance with Article VI of the Order, provided that the Investment Obligations transferred are those in which money of the receiving account or subaccount could be invested at the date of such transfer.

Ratings of Investment Obligations shall be determined at the time of purchase of such Investment Obligations and without regard to ratings subcategories. The Trustee may make any and all such investments through its own investment department or that of its affiliates or subsidiaries, and may charge its ordinary and customary fees for such trades, including cash sweep account fees. Although the District recognizes that it may obtain a broker confirmation or written statement containing comparable information at no additional cost, the District hereby agrees that confirmations of Investment Obligations are not required to be issued by the Trustee for each month in which a monthly statement is rendered. No statement need be rendered for any fund or account if no activity occurred in such fund or account during such month. The Trustee may conclusively rely upon the Authorized Officer's written instructions as to both the suitability and legality of the directed investments.

(h) Payment of Principal, Interest and Premium. The District covenants that it will promptly pay the principal of and the interest on every Series 2026 Bond at the places, on the dates and in the manner provided herein and in the Series 2026 Bonds, and any premium required for the retirement of the Series 2026 Bonds by purchase or redemption, according to the true intent and meaning thereof. The District further covenants that it will faithfully perform at all times all of its covenants, undertakings and agreements contained in this Series Resolution and the Order, or in any Series 2026 Bond or in any proceedings of the District pertaining thereto. The District represents and covenants that it is duly authorized under the Constitution and laws of the State, particularly the Act, to issue the Series 2026 Bonds authorized by this Series Resolution and to

pledge the Net Receipts in the manner and to the extent in the Order set forth; that all action on its part for the issuance of the Series 2026 Bonds has been duly and effectively taken; and that such Series 2026 Bonds in the hands of the Owners thereof are and will be valid and binding special obligations of the District payable according to their terms.

(i) Tax Covenant. The District covenants to do and perform all acts and things permitted by law in order to assure that interest paid on the Series 2026 Bonds which was excludable from the gross income of their Owners for federal income tax purposes on the date of their issuance shall continue to be so excludable.

Section 5. The Trustee.

(a) Acceptance of Duties by Trustee. Simultaneously with the taking effect of the Order and this Series Resolution, the Trustee shall, by the execution of an instrument of acceptance, accept and agree to perform the duties and fulfill the trusts imposed upon it by this Series Resolution.

(b) Trustee Not Responsible for Disclosure Documents. The Trustee shall have no duty or responsibility to examine or review, and shall have no liability for, the contents of any documents submitted to or delivered to any Owner in the nature of a preliminary or final placement memorandum, official statement, offering circular or similar disclosure document.

Section 6. Supplemental Resolutions.

(a) Supplemental Resolutions Without Consent of Owners. The District may, from time to time and at any time, adopt such resolutions supplemental hereto (which supplemental resolutions shall thereafter form a part hereof) as shall be substantially consistent with the terms and provisions of this Series Resolution and, in the opinion of the Trustee, who may rely upon a written opinion of legal counsel, shall not materially and adversely affect the interests of the Owners:

(i) to cure any ambiguity or formal defect or omission, to correct or supplement any provision herein that may be inconsistent with any other provision herein, to make any other provisions with respect to matters or questions arising under this Series Resolution or to modify, alter, amend, add to or rescind, in any particular, any of the terms or provisions contained in this Series Resolution;

(ii) to grant or to confer upon the Trustee for the benefit of the Owners any additional rights, remedies, powers, authority or security that may lawfully be granted to or conferred upon the Owners or the Trustee;

(iii) to add to the covenants and agreements of the District in this Series Resolution other covenants and agreements thereafter to be observed by the District or to surrender any right or power herein reserved to or conferred upon the District;

(iv) to permit the qualification of this Series Resolution under any federal statute now or hereafter in effect or under any state Blue Sky law, and, in connection therewith, if the District so determines, to add to this Series Resolution or any supplemental Order such

other terms, conditions and provisions as may be permitted or required by such federal statute or Blue Sky law; or

(v) to provide for the issuance of Series 2026 Bonds in bearer form.

(b) Supplemental Resolutions with Consent of Owners and the Local Government Commission. Subject to the terms and provisions contained in this Section, and not otherwise, the Owners of not less than a majority in aggregate principal amount of the Series 2026 Bonds then Outstanding, shall have the right, from time to time, anything contained in this Series Resolution to the contrary notwithstanding, to consent to and approve the adoption by the Board of such resolutions supplemental hereto as shall be deemed necessary or desirable by the District for the purpose of modifying, altering, amending, adding to or rescinding, in any particular, any of the terms or provisions contained in this Series Resolution or in any supplemental resolution; provided, however, that nothing herein contained shall permit, or be construed as permitting (i) an extension of the maturity of the principal of or the interest on any Series 2026 Bond without the consent of the Owner of such Series 2026 Bond, (ii) a reduction in the principal amount of any Series 2026 Bond or the redemption premium or the rate of interest thereon without the consent of the Owner of such Series 2026 Bond, (iii) the creation of a pledge of Net Receipts other than the lien and pledge created by the Order without the consent of the Owners of all Series 2026 Bonds, (iv) a preference or priority of any Series 2026 Bond over any other Series 2026 Bond without the consent of the Owners of all Series 2026 Bonds, or (v) a reduction in the aggregate principal amount of Series 2026 Bonds required for consent to such supplemental resolution without the consent of the Owners of all Series 2026 Bonds. Nothing herein contained, however, shall be construed as making necessary the approval by the Owners of the execution and delivery of any supplemental resolution as authorized in Section 6(a) of this Series Resolution.

The Trustee shall, at the expense of the District, such expense to be paid from the Revenue Account or from any other available moneys, cause notice of the proposed adoption of such supplemental resolution to be mailed, postage prepaid, to the Local Government Commission and all Owners of the Series 2026 Bonds. Such notice shall briefly set forth the nature of the proposed supplemental resolution and shall state that copies thereof are on file at the corporate trust office of the Trustee for inspection by all Owners. The Trustee shall not, however, be subject to any liability to any Owner by reason of its failure to mail the notice required by this Section, and any such failure shall not affect the validity of such supplemental resolution when approved and consented to as provided in this Section.

Whenever, at any time within three years after the date of the mailing of such notice, the District shall deliver to the Trustee an instrument or instruments in writing purporting to be executed by the Owners of not less than a majority in aggregate principal amount of the Series 2026 Bonds then Outstanding, which instrument or instruments shall refer to the proposed supplemental resolution described in such notice and shall specifically consent to and approve the adoption thereof in substantially the form of the copy thereof referred to in such notice, thereupon, but not otherwise, such supplemental resolution may be adopted by the Board, or, if theretofore adopted by the Board, take effect, in substantially such form, without liability or responsibility to any Owner, whether or not such Owner shall have consented thereto; provided, however, that no supplemental resolution shall take effect pursuant to this Section 6(b) prior to the date that the

District shall have delivered to the Trustee an instrument evidencing consent to such supplemental resolution by the Local Government Commission.

If the Owners of not less than a majority in aggregate principal amount of the Series 2026 Bonds Outstanding at the date of the adoption or effective date of such supplemental resolution have consented to and approved the adoption thereof as herein provided, to the extent permitted by law, no Owner shall have any right to object to the adoption of such supplemental resolution, to object to any of the terms and provisions contained therein or the operation thereof, to question the propriety of the adoption or taking effect thereof, or enjoin or restrain the Board from adopting the same or from taking any action pursuant to the provisions thereof.

(c) Effectiveness of Supplemental Resolution. Upon the adoption or taking effect of any supplemental resolution pursuant to the provisions of this Section 6(a) or (b), this Series Resolution shall be and be deemed to be modified and amended in accordance therewith, and the respective rights, duties and obligations under this Series Resolution of the District, the Trustee and all Owners shall thereafter be determined, exercised and enforced in all respects pursuant to the provisions of this Series Resolution, as so modified and amended.

(d) Exclusion of Series 2026 Bonds. Series 2026 Bonds owned or held by or for the account of the District shall not be deemed Outstanding for the purpose of any consent or other action or any calculation of Outstanding Series 2026 Bonds provided for in this Section 6, and the District as Owner of such Series 2026 Bonds shall not be entitled to consent or take any other action provided for in this Section 6. At the time of any consent or other action taken under this Article, the District shall furnish the Trustee an Officer's Certificate upon which the Trustee may rely, describing all Series 2026 Bonds so to be excluded.

(e) Rights of the Trustee; Opinion. This Series Resolution may not be amended to alter the rights, duties or obligations of the Trustee or the Bond Registrar without the prior written consent of the Trustee or the Bond Registrar, respectively. No supplement or amendment to this Series Resolution shall be effective prior to the receipt by the Trustee of an opinion of Bond Counsel that such amendment has been duly authorized and is permitted pursuant to the provisions of this Series Resolution.

Section 7. Manner of Giving Notice. All notices, demands and requests to be given to or made hereunder by the District, the Local Government Commission, the Trustee or the Bond Registrar shall be given or made in writing and shall be deemed to be properly given or made if sent by United States registered mail, return receipt requested, postage prepaid, addressed as follows:

(a) As to the District–

Metropolitan Sewerage District of Buncombe County
Administration Building
2028 Riverside Drive
Asheville, North Carolina 28804
Attention: General Manager

(b) As to the Trustee or Bond Registrar–

The Bank of New York Mellon Trust Company, N.A.
4655 Salisbury Road, Suite 300
Jacksonville, Florida 32256
Attention: Corporate Trust Department

(c) As to the Local Government Commission–

North Carolina Local Government Commission
Longleaf Building
3200 Atlantic Avenue
Raleigh, North Carolina 27604
Attention: Secretary

Any such notice, demand or request may also be transmitted to the appropriate above-mentioned party by telegram or telephone and shall be deemed to be properly given or made at the time of such transmission if, and only if, such transmission of notice shall be confirmed in writing and sent as specified above.

Any of such addresses may be changed at any time upon written notice of such change sent by United States registered mail, postage prepaid, to the other parties by the party effecting the change.

The Trustee has the right to accept and act upon instructions or directions using Electronic Means; provided, however, that the District shall provide to the Trustee an incumbency certificate listing such designated persons with the authority to provide such directions and containing specimen signatures of such designated persons, which incumbency certificate shall be amended whenever a person is to be added or deleted from the listing. If the District elects to give the Trustee directions using Electronic Means and the Trustee in its discretion elects to act upon such instructions, the Trustee's understanding of such instructions shall be deemed controlling. The District understands and agrees that the Trustee cannot determine the identity of the actual sender of such directions and that the Trustee shall conclusively presume that directions that purport to have been sent by a designated person listed on the incumbency certificate provided to the Trustee have been sent by such designated person. The District shall be responsible for ensuring that only designated persons listed on the incumbency certificate provided by the District to the Trustee transmit such directions to the Trustee and that all such designated persons treat applicable user and authorization codes, passwords and/or authentication keys as confidential and with extreme care. The Trustee shall not be liable for any losses, costs or expenses arising directly or indirectly from the Trustee's reliance upon and compliance with such instructions notwithstanding that such instructions conflict or are inconsistent with a subsequent written instruction. The District agrees (i) to assume all risks arising out of the use of Electronic Means to submit directions to the Trustee, including without limitation, the risk of the Trustee acting on unauthorized instructions, and the risk of interception and misuse by third parties; (ii) that it is fully informed of the protections and risks associated with the various methods of transmitting directions to the Trustee and that there may be more secure methods of transmitting directions; (iii) that the security procedures (if any) to be followed in connection with its transmission of directions provide to it a commercially

reasonable degree of protection in light of its particular needs and circumstances and (iv) to notify the Trustee immediately upon learning of any compromise or unauthorized use of the security procedures. "Electronic Means" shall mean the following communications methods: e-mail, facsimile transmission, secure electronic transmission containing applicable authorization codes, passwords and/or authentication keys, or another method or system specified by the Trustee as available for use in connection with its services hereunder.

Section 8. Substitute Notice. If, because of the temporary or permanent suspension of postal service, the District, the Local Government Commission, the Trustee or the Bond Registrar shall be unable to mail any notice required to be given by the provisions of this Series Resolution, such party shall give notice in such other manner as in the judgment of such party shall most effectively approximate mailing, and the giving of notice in such manner shall for all purposes of this Series Resolution be deemed to be in compliance with the requirement for the mailing thereof.

Section 9. Continuing Disclosure. The District hereby undertakes, for the benefit of the beneficial owners of the Series 2026 Bonds, to provide:

(a) by not later than seven months from the end of each Fiscal Year of the District, commencing with the Fiscal Year ended June 30, 2026, to the Electronic Municipal Market Access system ("EMMA") (http://emma.msrb.org), the audited financial statements of the District for such Fiscal Year, if available, prepared in accordance with Section 159-34 of the General Statutes of North Carolina, as it may be amended from time to time, or any successor statute, or, if such audited financial statements are not available by seven months from the end of such Fiscal Year, the unaudited financial statements of the District for such Fiscal Year to be replaced subsequently by the audited financial statements of the District to be delivered within 15 days after such audited financial statements become available for distribution;

(b) by not later than seven months from the end of each Fiscal Year of the District, commencing with the Fiscal Year ended June 30, 2026, to EMMA, the financial and statistical data as of a date not earlier than the end of the preceding Fiscal Year for the type of information included under the headings "THE DISTRICT – Historical Income Available for Debt Service and Debt Service Coverage" in the Official Statement of the District, to be dated on or about October 7, 2026, relating to the Series 2026 Bonds (the "Official Statement"), "Rates, Fees and Charges" in Appendix A to the Official Statement and "Commercial Customers" in Appendix A to the Official Statement, to the extent such items are not included in the financial statements referred to in (a) above;

(c) in a timely manner not in excess of ten business days after the occurrence of the event, to EMMA, notice of any of the following events with respect to the Series 2026 Bonds:

(1) principal and interest payment delinquencies;

(2) non-payment related defaults, if material;

(3) unscheduled draws on debt service reserves reflecting financial difficulties;

(4) unscheduled draws on any credit enhancements reflecting financial difficulties;

(5) substitution of any credit or liquidity providers, or their failure to perform;

(6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB), or other material notices or determinations with respect to the tax status of the Series 2026 Bonds;

(7) modification to the rights of the beneficial owners of the Series 2026 Bonds, if material;

(8) call of any of the Series 2026 Bonds for redemption, if material, and tender offers;

(9) defeasances;

(10) release, substitution or sale of any property securing repayment of the Series 2026 Bonds, if material;

(11) rating changes;

(12) bankruptcy, insolvency, receivership or similar event of the District, which event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the District in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets of the business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision over substantially all of the assets or business of the District;

(13) the consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of the assets of the District, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such action, other than pursuant to its terms, if material;

(14) appointment of a successor Trustee or additional Trustee or the change of name of a Trustee, if material;

(15) incurrence of a financial obligation of the District, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the District, any of which affect security holders, if material; and

(16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the District, any of which reflect financial difficulties.

For purposes of the undertaking described above in (15) and (16), "financial obligation" means (A) a debt obligation, (B) a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or (C) a guarantee of either clause (A) or (B) above. The term "financial obligation" shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with Rule 15c2-12.

(d) in a timely manner, notice of a failure of the District to provide required annual financial information described in (a) or (b) above on or before the date specified.

If the District fails to comply with the undertaking described above, the Trustee or any beneficial owner of the Series 2026 Bonds may (and the Trustee at the written direction of a majority of beneficial owners and upon receipt of indemnification satisfactory to it, shall) take action to protect and enforce the rights of all beneficial owners with respect to such undertaking, including an action for specific performance; provided, however, that failure to comply with such undertaking shall not be an Event of Default and shall not result in any acceleration of payment of the Series 2026 Bonds. All actions shall be instituted, had and maintained in the manner provided in this paragraph for the benefit of all beneficial owners of the Series 2026 Bonds.

The District reserves the right to modify from time to time the information to be provided to the extent necessary or appropriate in the judgment of the District, provided that:

(e) any such modification may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the District;

(f) the information to be provided, as modified, would have complied with the requirements of Rule 15c2-12 as of the date of the Official Statement with respect to the Series 2026 Bonds, after taking into account any amendments or interpretations of Rule 15c2-12, as well as any changes in circumstances; and

(g) any such modification does not materially impair the interests of the beneficial owners, as determined either by bond counsel or by approving vote of the registered owners of a majority in principal amount of the Series 2026 Bonds pursuant to the terms of the Order, as it may be amended from time to time, at the time of the amendment.

The District agrees that the annual financial information containing modified operating data or financial information will explain, in narrative form, the reasons for the modification and the impact of the change in the type of operating data or financial information being provided.

The provisions of this Section 9 shall terminate upon payment, or provision having been made for payment in a manner consistent with Rule 15c2-12, in full of the principal of and interest on all of the Series 2026 Bonds.

Section 10. District, Trustee, Bond Registrar and Owners Alone Have Rights under Series Resolution. Except as herein otherwise expressly provided, nothing in this Series Resolution, express or implied, is intended or shall be construed to confer upon any person, firm or corporation, other than the District, the Trustee, the Bond Registrar and the Owners, any right,

remedy or claim, legal or equitable, under or by reason of this Series Resolution or any provision being intended to be and being for the sole and exclusive benefit of the District, the Trustee, the Bond Registrar and the Owners.

Section 11. Effect of Partial Invalidity. In case any one or more of the provisions of this Series Resolution or the Series 2026 Bonds shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provisions of this Series Resolution or the Series 2026 Bonds, but this Series Resolution and the Series 2026 Bonds shall be construed and enforced as if such illegal or invalid provisions had not been contained therein. In case any covenant, stipulation, obligation or agreement contained in this Series Resolution or the Series 2026 Bonds shall for any reason be held to be in violation of law, then such covenant, stipulation, obligation or agreement shall be deemed to be the covenant, stipulation, obligation or agreement of the District to the full extent permitted by law.

Section 12. Effect of Covenants; Governing Law. All covenants, stipulations, obligations and agreements of the District contained in this Series Resolution shall be deemed to be covenants, stipulations, obligations and agreements of the District to the full extent permitted by the Constitution and laws of the State. This Series Resolution is adopted with the intent that the laws of the State shall govern its construction.

Section 13. Headings. Any heading preceding the text of the several articles hereof, any table of contents or marginal notes appended to copies hereof, shall be solely for convenience of reference and shall not constitute a part of this Series Resolution, nor shall they affect its meaning, construction or effect.

Section 14. Payment Due on Holidays. If the date for making any payment or the last day for performance of any act or the exercise of any right as provided in this Series Resolution is not a Business Day, such payment may be made or act performed or right exercised on the next Business Day with the same force and effect as if done on the date provided in this Series Resolution.

Section 15. Approval of Official Statement. The form of preliminary official statement (the "Preliminary Official Statement") relating to the Series 2026 Bonds on file with the Secretary-Treasurer of the Board of the District is hereby deemed approved. Wells Fargo Bank, National Association, Raymond James & Associates, Inc., and Truist Securities, Inc., as underwriters of the Series 2026 Bonds, are hereby authorized to distribute copies of the Preliminary Official Statement to persons who may be interested in purchasing the Series 2026 Bonds. The General Manager of the District and the Director of Finance of the District, each acting singly, is hereby authorized to certify on behalf of the District that the Preliminary Official Statement was deemed final as of its date, within the meaning of Rule 15c2-12 (except for the omission of certain final pricing, rating and related information as permitted by Rule 15c2-12). The Official Statement in substantially said form, with such changes as the Chairperson of the Board of the District or the General Manager of the District may approve (including all information previously permitted to have been omitted by Rule 15c2-12), which approval shall be conclusively evidenced by the delivery of the Official Statement to the underwriters of the Series 2026 Bonds within seven (7) business days of the sale of the Series 2026 Bonds, is hereby approved.

Section 16. Local Government Commission Requested to Award the Series 2026 Bonds. The District hereby requests that the Local Government Commission award the Series 2026 Bonds at a negotiated sale without advertisement to Wells Fargo Bank, National Association, as representative of the underwriters of the Series 2026 Bonds, at an underwriters' discount of not more than one percent (1.00%) of the par amount of the Series 2026 Bonds, subject to the approval thereof by the General Manager of the District.

Section 17. Approval of Bond Purchase Agreement. The District hereby approves the Bond Purchase Agreement relating to the Series 2026 Bonds (the "Bond Purchase Agreement"), in substantially the form of the draft dated September 9, 2026, and hereby authorizes the Chairperson of the Board or the General Manager of the District to execute the Bond Purchase Agreement in substantially the form of such draft, together with such changes, modifications, insertions and deletions, as he, with the advice of counsel, may deem necessary and appropriate; such execution and delivery shall be conclusive evidence of the approval and authorization thereof by the District.[

Section 18. Authorization to District Officials and Officers and Agents of Trustee and Bond Registrar. The officers, agents and employees of the District and the officers and agents of the Trustee and the Bond Registrar are hereby authorized and directed to do all acts and things required of them by the provisions of the Series 2026 Bonds, the Order, the Bond Purchase Agreement, this Series Resolution, the Series Certificate and any other related documents or agreements for the full, punctual and complete performance of the terms, covenants, provisions and agreements therein.

Section 19. Exclusion From Gross Income Covenant. The District covenants that it will not take any action which will, or fail to take any action which failure will, cause interest on the Series 2026 Bonds to become includable in the gross income of the owners thereof for federal income tax purposes pursuant to the provisions of the Internal Revenue Code of 1986, as amended.

Section 20. Notice to Local Government Commission and Rating Agencies. The Local Government Commission and each Rating Agency then rating the Series 2026 Bonds shall receive notice from the Trustee of the following events: any change in the Trustee or the Bond Registrar; any material change in the Order or this Series Resolution; any acceleration of the Series 2026 Bonds; any redemption (other than any mandatory sinking fund redemption) or defeasance of Series 2026 Bonds; and, to the extent the Trustee has actual knowledge thereof, any issuance of Parity Indebtedness.

Section 21. E-Verify Covenant. The District understands that (1) "E-Verify" is a federal program operated by the United States Department of Homeland Security and other federal agencies, or any successor or equivalent program used to verify the work authorization of newly hired employees pursuant to federal law and (2) Article 2 of Chapter 64 of the General Statutes of North Carolina, as amended (the "E-Verify Statute"), requires employers (as defined in the E-Verify Statute) to verify the work authorization of an employee (as defined in the E-Verify Statute) hired to work in the United States through E-Verify. The District shall comply with the requirements of the E-Verify Statute.

Section 22. Effective Date. This Series Resolution shall take effect immediately upon its adoption. The General Manager of the District is hereby authorized and directed to deliver this Series Resolution upon the issuance of the Series 2026 Bonds with such changes, insertions and omissions as may be approved by the General Manager of the District, such delivery being conclusive evidence of such approval; provided, however, that such changes, insertions and omissions shall be necessary to effectuate the intent of this Series Resolution.

APPENDIX A

DESCRIPTION OF THE 2026 PROJECT

The 2026 Project consists of various improvements to the System including (1) the replacement and rehabilitation of various sewer interceptors and collection lines and (2) the replacement of, and installation of equipment for, incinerators and pump stations of the District. Certain details relating to the 2026 Project are set forth below.

Sewer Interceptors and Collection Lines Replacement and Rehabilitation. The 2026 Project includes 8 projects located throughout the District that replaced and/or rehabilitated old lines in poor structural condition or undersized. These projects include replacing or lining approximately 36,006 linear feet of 6-inch through 12-inch collection or interceptor pipe.

Intermediate Clarifier Effluent Trough Rehabilitation. This project consists of the demolition, removal and rehabilitation of effluent troughs and sludge collection equipment in the intermediate clarifiers at the District's Water Reclamation Facility in Woodfin.

Motor Control Center Replacement. This project consists of the replacement of obsolete motor control centers at the Plant Operations Maintenance Building and the Clarifier Switchgear Building of the District.

Incinerator Rehabilitation Project. This project consists of the rehabilitation of the fluidized bed incinerator at the District's Water Reclamation Facility in Woodfin, including (1) removal, disposal, and replacement of the incinerator's internal masonry dome floor, corbel, walls, ceiling, castable refractory, and all associated materials, (2) removal and replacement of the dome tuyeres, deteriorated sections of the exterior shell, various ports, and related accessories and (3) removal, disposal and replacement of a 52-inch expansion joint located in the incinerator's waste gas duct.

Carrier Bridge Pump Station Replacement Project. This project consists of the replacement of the District's largest pump station, known as the Carrier Bridge Pump Station, including an increase in capacity from 22 MGD to 40 MGD, with further ability to expand to 50 MGD.

ITT Pump Station Upgrade Project. This project is located near the Broadpointe Industrial Park in south Asheville. The new station will be upgraded from 0.9 MGD (existing capacity) to 2.0 MGD in the initial construction phase. Capacity can be increased again to 3.75 MGD by replacing pumps. The project will involve a new access route through nearby parcels in addition to the pump station upgrade.

Weaverville Pump Station Replacement Project. This project consists of the replacement of the District's Weaverville Pump Stations 1 and 2, including (1) the complete replacement of Pump Station 1 and the replacement of existing 12 and 18-inch force main with a 24-inch force main designed to pump directly to the District's Water Reclamation Facility in Woodfin and (2) the conversion of Pump Station 2 into a smaller residential pump station.

Metropolitan Sewerage District of Buncombe County
Reimbursement Resolution/Current Projects
September 16, 2026

Project	Project #	Reimbursement Resolutions
Elk Mountain Place	2010094	$ 1,389,000
Sand Hill Rd. @ Baker Place	2015223	935,000
Int. Clarifier Eff. Trough Rehabilitaion	2022024	6,169,000
MCC Replacement	2024040	488,000
Jonestown Road @ Riverside Drive	2018028	725,000
Kimberly Ave. @ Sedley Ave.	2018029	966,000
Montford Ave. @ Montford Park	2017144	646,000
Sweeten Creek Rd. @ Buck Shoals Rd.	2022024	457,000
Old County Home Road PSR	2015221	3,171,000
Lining Contract No. 10	2024035	3,200,000
Incinerator Rehabilitation	2022057	3,701,000
ITT Pump Station Upgrade	2020061	6,166,000
Weaverville Pump Station Replacement	2019080	22,202,000
Carrier Bridge Pump Station Replacement	2019045	92,950,000
		$ 143,165,000

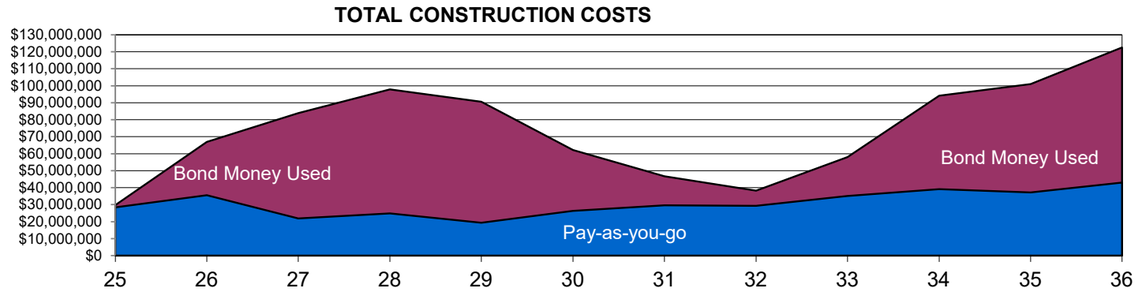
Note: Amounts rounded to nearest thousand

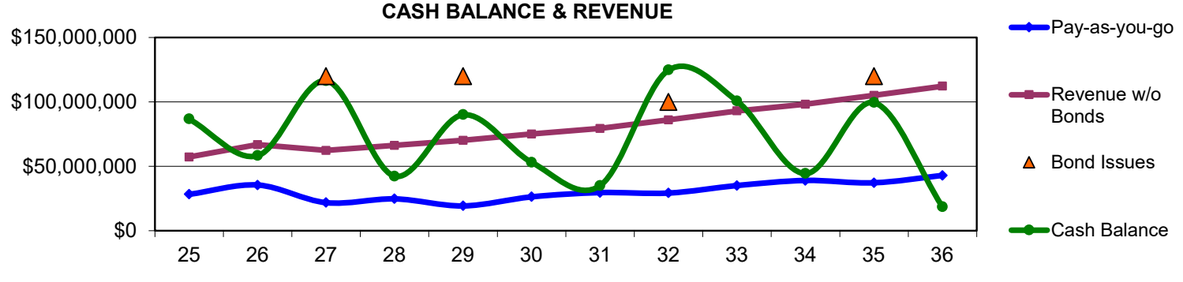
Business Plan - FY27	3.00%	5.00%	5.00%	5.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	Sewer Rate Increase
	$34.10	$35.83	$37.59	$39.46	$42.18	$45.04	$48.11	$51.43	$54.95	$58.73	$62.78	$67.09	$71.73	$75.54	Average Monthly Bill
	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035	FY 2036	Assumptions
July 1- Available for Construction	72,841,917	75,632,264	88,260,172	86,743,741	58,365,033	116,513,911	42,417,212	90,079,769	53,147,188	34,976,937	124,871,302	100,743,637	44,455,711	99,536,327	Minimum of 365 Days Cash on Hands
REVENUE:															
Domestic Users	38,556,584	40,739,250	40,652,288	46,403,176	49,235,906	53,046,292	57,153,079	61,632,693	66,427,986	71,617,195	77,212,027	83,224,676	89,737,895	96,766,513	
Industrial Users (No growth)	3,805,064	3,987,537	4,051,632	5,113,579	4,731,826	4,967,720	5,220,126	5,490,201	5,779,181	6,088,390	6,419,243	6,773,256	7,152,050	7,557,359	**Consumption and Account Growth**
Billing and Collections (User Fee)	1,060,476	1,120,845	1,099,178	1,383,627	1,250,000	1,287,500	1,326,125	1,365,909	1,406,886	1,449,093	1,492,565	1,537,342	1,583,463	1,630,966	
Tap Fees	693,708	495,868	609,701	372,566	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	
Facility Fees	4,649,553	9,045,356	6,988,133	10,172,733	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	**0.75% Increase**
Interest & Non-operating Revenues	2,970,822	4,269,030	3,768,554	3,176,720	2,623,184	2,383,967	1,987,455	2,148,404	1,321,862	2,397,724	3,384,224	2,177,990	2,159,881	1,772,146	
City of Asheville (annex.-Enka)	27,962	8,610	0	0	0	0	0	0	0	0	0	0	0	0	
Rental Income	100,255	97,837	99,936	90,311	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	
Transfer from Reserves (to / from)	(987,965)	(111,655)	(336,004)	0	0	0	0	0	0	0	0	0	0	0	
Miscellaneous	-	-	307,525	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	
Total Revenues	50,876,459	59,652,678	57,240,943	66,852,711	62,355,917	66,200,479	70,201,785	75,152,208	79,450,915	86,067,401	93,023,059	98,228,264	105,148,288	112,241,984	Bond Issues figured at: 5.0% yield FY27 5.0% yield FY29 5.0% yield FY32 5.0% yield FY35
State and Federal (FEMA) Grants			730,391	3,246,192	1,000,000										
Revenue Bonds/Stimulus					120,000,000		120,000,000			100,000,000			120,000,000		
Total Funds Available	123,718,376	135,284,942	146,231,507	156,842,644	241,720,949	182,714,390	232,618,997	165,231,977	132,598,103	221,044,339	217,894,361	198,971,901	269,603,999	211,778,311	
EXPENSES:															
Operations & Maintenance	17,167,722	18,697,499	20,089,324	21,809,786	23,160,782	24,070,348	25,032,413	26,041,284	27,099,303	28,222,342	29,401,175	30,639,027	31,939,331	33,305,736	3% inflation in O & M, Replacement Funds and Engineering Force Account
Replacement Funds (WRF & Fleet)	850,000	905,000	905,000	905,000	905,000	1,120,000	1,120,000	1,120,000	1,130,000	1,230,000	1,230,000	1,230,000	1,230,000	1,230,000	
Debt Service	8,829,772	8,801,718	8,780,245	8,780,984	17,313,333	17,312,074	25,818,093	22,756,181	22,742,080	28,511,961	28,513,511	28,516,661	35,963,281	35,963,731	
CIP (including Bond Projects)	21,238,618	18,620,553	29,713,197	66,981,842	83,827,923	97,794,756	90,568,722	62,167,323	46,649,783	38,208,734	58,006,038	94,130,502	100,935,060	122,672,078	ENR 10-year Construction Index @ 3.33%
Total Expenses	48,086,112	47,024,770	59,487,766	98,477,612	125,207,038	140,297,178	142,539,228	112,084,788	97,621,166	96,173,037	117,150,724	154,516,190	170,067,672	193,171,545	
Pay-as-you-go (Current Revenue only)	24,878,965	32,153,461	28,371,374	35,490,111	21,881,801	24,818,057	19,351,279	26,354,742	29,609,532	29,333,098	35,108,373	39,072,576	37,245,676	42,972,517	General Sewer Rehab to cover approx. 40,000 lineal ft / year
Debt Coverage (User Fees only)	3.2	3.6	3.1	3.9	2.0	2.2	1.6	2.0	2.1	1.9	2.1	2.2	1.9	2.1	Target Debt Coverage 1.5
Debt Coverage with Total Revenue	3.8	4.6	4.2	5.1	2.3	2.4	1.7	2.2	2.3	2.0	2.2	2.4	2.0	2.2	No growth in Industries - Rate Parity for Flow in 2020
															District 10yr CIP $794.9 Million
															District total 10yr Budget $1.3 billion

August 14, 2026

10-Year Capital Improvement Program

Active Plan CIP	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035	FY 2036
Interceptor/Wet Weather Rehabilitation	3,229,164	3,193,803	422,392	75,000	120,400	631,845	714,938	1,580,370	11,971,905	19,066,236	4,881,117	8,544,844	474,226	17,413,333
General Sewer Rehabilitation	9,319,001	6,145,658	9,348,195	9,837,617	14,184,840	21,416,856	19,252,851	21,173,283	19,748,601	13,876,874	15,902,027	15,413,144	22,862,739	13,320,833
Private Sewer Rehabilitation	210,250	177,900	74,000	3,109,650	270,771	596,472	13,346	2,868	13,680	6,243	1,503,230	0	295,335	0
Treatment Plant / Pump Stations	5,363,362	5,679,202	12,380,772	50,444,348	64,482,650	70,347,064	66,685,641	35,406,487	10,741,671	985,367	31,342,657	65,689,615	72,710,961	87,215,488
Engineering Force Account	3,076,816	3,281,040	3,404,838	3,415,227	3,569,262	3,702,519	3,801,946	3,904,315	4,073,926	4,174,014	4,277,007	4,382,899	4,491,799	4,622,424
Reimbursements	40,025	142,950	183,000	100,000	200,000	1,100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Contingency	0	0	3,900,000	0	1,000,000									
Capital Improvement Program Totals	21,238,618	18,620,553	29,713,197	66,981,842	83,827,923	97,794,756	90,568,722	62,167,323	46,649,783	38,208,734	58,006,038	94,130,502	100,935,060	122,672,078





STATUS REPORTS

MSD System Services In-House Construction

FY 2026-2027

PROJECT NAME	LOCATION	ZIP CODE	ESTIMATED FOOTAGE	ESTIMATED PROJECT DATES	WO#	CREW	COMPLETION DATE	ACTUAL FOOTAGE	NOTES
Lucerne Avenue at Patton Avenue	Asheville	28806	150	6/30/26 - 7/24/26	321665	McDevitt	7/15/2026	170	Complete
5 N Kensington Road Construction Rehab	Asheville	28804	80	6/29/26 - 7/8/26	323369	Matthews	7/22/2026	70	Complete
12 W. Cotton Ave	Black Mountain	28711	320	7/1/26 - 8/1/26	309214	Matthews	7/23/2026	320	Complete
500 Ridgefield Court FM Repair	Asheville	28806	65	8/25/2026	325107	M. Hensley	8/25/2026	65	Complete
Upper Glendale Avenue Phase I	Asheville	28803	400	7/29/26 - 8/31/26	310029	Matthews	8/28/2026	407	Complete
Virginia Ave @ Lufty Ave Phase I	Asheville	28806	250	7/27/26 - 8/31/26	48988	McDevitt	8/28/2026	285	Complete
Upper Glendale Avenue Phase II	Asheville	28803	288	7/29/26 - 8/31/26	325281	Matthews			Construction under way
Virginia Ave @ Lufty Ave Phase II	Asheville	28806	1127	7/27/26 - 8/31/26	325282	McDevitt			Construction underway
Dogwood Lane at Gendale Ave	Asheville	28803	329	9/15/26 - 10/1/26	324551	Matthews			Ready for construction
15 Weaver Hill Rd Sewer Rehab	Asheville	28805	150	9/15/26 -10/1/26	318623	Matthews			Ready for construction
Glen Falls Rd Sewer	N Asheville	28804	643	FY 26/27	324137	McDevitt			Ready for construction
Vandalia Ave Sewer Rehabilitation	Asheville	28806	1325	FY 26/27	248041	TBA			Ready for construction
Syrlin Street @ Edgewood Road	Asheville	28804	725	FY 25/26	228045	TBA			Ready for construction
Knauth Rd Rehabilitation Ph. 2	Asheville	28805	346	FY 26/27	275867	TBA			Ready for construction
Wildwood Park Sewer Rehabilitation	Weaverville	28787	581	FY 26/27	312605	TBA			Ready for construction
350 Old Haw Creek Road Sewer Rehabilitation Ph. 2	Asheville	28805	825	FY 26/27	312590	TBA			Ready for construction
500 Laurel Avenue Sewer Rehabilitation	Black Mountain	28711	230	FY 26/27	247281	TBA			Ready for construction
Carver Avenue @ Owenby Lane	Black Mountain	28711	785	FY 26/27	292540	TBA			In ROW
11 Shenandoah Rd Sewer Rehabilitation	Asheville	28805	1600	FY 26/27	275804	TBA			In ROW
Hubbard Avenue @ Stewart Street Sewer Rehabilitation	Asheville	28806	1250	FY 26/27	280304	TBA			In Design
Vermont Ave @ Olney Rd Sewer Rehabilitation	Asheville	28806	1352	FY 26/27	280248	TBA			In Design
14 Mineral Spring Rd	Asheville	28805	540	FY 26/27	280241	TBA			In Design
Applewood Drive @ New Haw Creek Road Sewer Rehab	Asheville	28805	360	FY 26/27	291537	TBA			In Design
503 Park Street	Swannanoa	28778	125	FY 26/27	318241	TBA			In Design
8 Village Lane Rehabilitation	Asheville	28803	103	FY 26/27	320777	TBA			In Design
48 Clarendon Road Sewer Rehabiliation	Asheville	28806	500	FY 26/27	258562	TBA			In Design
148 Webb Cove Rd	N. Asheville	28804	370	FY 26/27	319033	TBA			Preliminary Engineering
73 Argyle Lane	Asheville	28806	755	FY 26/27	219342	TBA			Preliminary Engineering
48 Robinhood Sewer Rehabilitation	Asheville	28804	157	FY 26/27	287832	TBA			Preliminary Engineering
72 Mimosa Dr Sewer Rehabilitation	Asheville	28804	440	FY 26/27	207261	TBA			Preliminary Engineering
8 Ellenwood Dr	Asheville	28804	300	FY 25/26	308431	TBA			Preliminary Engineering

CONSTRUCTION TOTALS BY DATE COMPLETED - Monthly

From 7/1/2026 to 7/31/2026

	Dig Ups	Emergency Dig Ups	Dig Up ML Ftg	Dig Up SL Ftg	Manhole Repairs	Taps Installed	ROW Ftg	IRS Rehab Ftg *	Const Rehab Ftg *	D-R Rehab Ftg *	Manhole Installs	Bursting Rehab Ftg *	Total Rehab Ftg *
July 2026	25	9	88	698	21	18	3,730	0	0	490	2	70	560
Grand Totals	**25**	**9**	**88**	**698**	**21**	**18**	**3,730**	**0**	**0**	**490**	**2**	**70**	**560**

*** Used to calculate Total Rehab Footage**

CUSTOMER SERVICE REQUESTS

Monthly - All Crews

CREW	MONTH	JOBS	AVERAGE REPSONSE TIME	AVERAGE TIME SPENT
DAY 1ST RESPONDER				
	July, 2026	110	24	33
		110	**24**	**33**
NIGHT 1ST RESPONDER				
	July, 2026	42	23	32
		42	**23**	**32**
ON-CALL CREW *				
	July, 2026	18	45	37
		18	**45**	**37**
Grand Totals:		**170**	**26**	**33**

* On-Call Crew Hours: 11:30pm-7:30am Monday-Friday, Weekends, and Holidays

PIPELINE MAINTENANCE TOTALS BY DATE COMPLETED - Monthly

July 01, 2026 to July 31, 2026

	Main Line Wash Footage	Service Line Wash Footage	Rod Line Footage	Cleaned Footage	CCTV Footage	Smoke Footage	SL-RAT Footage
2026							
July	128,273	1,167	4,144	132,417	16,971	608	1,282
Grand Total:	**128,273**	**1,167**	**4,144**	**132,417**	**16,971**	**608**	**1,282**
Avg Per Month:	**128,273**	**1,167**	**4,144**	**132,417**	**16,971**	**608**	**1,282**

Planning & Development Project Status Report

Active Construction Projects Sorted by Work Location and Project Number

September 3, 2026

No.	Project Name	Project Number	Work Location	Zip Code	Units	LF	Pre-Construction Conference Date	Comments
1	First Baptist Relocation	2015032	Asheville	28801	Comm.	333	7/21/2015	Final Inspection complete, awaiting close-out docs
2	Hounds Ear (Mears Ave Cottages)	2016123	Asheville	28806	18	402	8/18/2017	Pre-con held, construction not yet started
3	Ashecroft Ph. 2	2016229	Asheville	28806	40	2,450	2/20/2018	On hold
4	RADTIP	2017052	Asheville	28801	0	919	2/13/2018	Final Inspection complete, awaiting close-out docs
5	North Bear Creek Subdivision Ph. I	2018117	Asheville	28806	5	105	9/6/2023	Final Inspection complete, awaiting close-out docs
6	Timber Hollow Subdivision	2019049	Asheville	28805	18	525	7/28/2020	On hold
7	Millbrook Cottages	2019066	Asheville	28806	7	322	2/15/2022	Pre-con held, construction not yet started
8	UNC-A Edgewood Road Parking Lot	2019078	Asheville	28801	Comm.	373	7/19/2019	Final Inspection complete, awaiting close-out docs
9	Onteora Blvd and May Street Relocate	2019207	Asheville	28803	0	16	1/17/2023	Pre-con held, construction not yet started
10	Burton Street	2021048	Asheville	28806	4	64	7/24/2024	Pre-con held, construction not yet started
11	Reserve at McIntosh	2021207	Asheville	28806	228	2,475	12/14/2023	Final Inspection complete, awaiting close-out docs
12	Emma Road	2022083	Asheville	28806	5	311	4/22/2025	Final Inspection complete, awaiting close-out docs
13	16/18 Spring Drive	2022125	Asheville	28806	2	70	4/18/2023	Final Inspection complete, awaiting close-out docs
14	Holiday Villa	2022172	Asheville	28704	7	355	2/15/2023	Final Inspection complete, awaiting close-out docs
15	Summit Avenue	2022179	Asheville	28803	32	392	8/27/2025	Final Inspection complete, awaiting close-out docs
16	Star Point (aka Resturant Ct)	2023003	Asheville	28801	70	22	11/8/2024	Final Inspection complete, awaiting close-out docs
17	Helpmate, Inc.	2023041	Asheville	28801	26	484	8/27/2024	Final Inspection complete, awaiting close-out docs
18	Evado at Tap Root	2023050	Asheville	28732	310	1,458	7/1/2025	Final Inspection complete, awaiting close-out docs
19	Enka Commerce Park	2023125	Asheville	28806	Comm.	1,525	7/9/2024	In construction
20	157 New Leicester Apartments	2023197	Asheville	28806	141	529	7/2/2024	Waiting on Testing
21	Butler Road Apartments	2024011	Asheville	28704	279	1,205	10/7/2025	Waiting on Final Inspection
22	The Shoppes at Winston's Corner	2024092	Asheville	28806	Comm.	777	8/7/2024	In construction
23	Birch Hill Phase 2	2025098	Asheville	28806		284	12/16/2025	In construction
24	Clarendon Road Houses	2025122	Asheville	28806	5	351	8/25/2026	Pre-con held, construction not yet started
25	Deerfield Episcopal Retirement Community	2025143	Asheville	28803	1	3,214	1/27/2026	In construction
26	327 Haywood Road	2025266	Asheville	28806	13	412	3/20/2026	Final Inspection complete, awaiting close-out docs
27	652 Sand Hill Sewer Extension	2026118	Asheville	28806	10	367	9/2/2026	Pre-con held, construction not yet started
28	Tudor Croft - Phase 2B, 2C, 2D	2018004	Black Mountain	28711	5	224	6/8/2022	Waiting on Final Inspection
29	Sweet Birch Lane Phase 3	2020151	Black Mountain	28711	20	800	6/30/2021	Waiting on Final Inspection
30	206 Padgettown Extension	2024251	Black Mountain	28711	7	244	6/24/2025	Final Inspection complete, awaiting close-out docs
31	NCDOT I-5504 NC 191/I-26 Interchange	2016132	Buncombe Co.	28806	0	355	10/23/2017	Installing
32	605 Old US Hwy 70	2018097	Buncombe Co.	28711	64	1,215	4/8/2025	Waiting on Final Inspection
33	841 Charlotte Hwy	2019222	Buncombe Co.	28730	Comm.	110	4/20/2021	Waiting on Testing
34	Village at Bradley Branch Ph. 4B	2021120	Buncombe Co.	28704	16	393	11/2/2021	Final Inspection complete, awaiting close-out docs
35	The Duke Sewer Improvement	2022040	Buncombe Co.	28801	2	168	12/3/2024	Final Inspection complete, awaiting close-out docs
36	Glenn Bridge Rental Units	2022062	Buncombe Co.	28704	120	3,501	8/26/2026	Pre-con held, construction not yet started
37	Northridge Farms	2022139	Buncombe Co.	28787	468	548	12/10/2025	In construction
38	Double R Sewer Extension	2022200	Buncombe Co.	28715	7	263	1/31/2025	Final Inspection complete, awaiting close-out docs
39	Riverstone Phase 3	2023015	Buncombe Co.	28704	116	660	10/7/2025	Waiting on Testing
40	Crossroads Phase 2	2023091	Buncombe Co.	28806	6	900	1/27/2026	Waiting on Testing
41	The Apex at Brevard	2023202	Buncombe Co.	28704	197	859	9/23/2025	Waiting on Final Inspection
42	Chestnut Ridge	2023234	Buncombe Co.	28804	5	257	9/20/2024	Final Inspection complete, awaiting close-out docs
43	Old Charlotte Phase 2	2024059	Buncombe Co.	28803	221	6,866	12/4/2024	Final Inspection complete, awaiting close-out docs
44	High Street	2024080	Buncombe Co.	28804	16	565	9/25/2024	Waiting on Final Inspection
45	Altitude Apartments	2024096	Buncombe Co.	28704	114	340	8/8/2025	Waiting on Final Inspection
46	Pinner Road/Woodlights Trail	2024123	Buncombe Co.	28704	3	116	7/15/2025	Pre-con held, construction not yet started
47	The One at Candler	2024125	Buncombe Co.	28715	336	2,920	10/28/2025	In construction
48	WD Williams Sewer Relocation	2024153	Buncombe Co.	28806	1	183	11/20/2024	Final Inspection complete, awaiting close-out docs
49	High Hopes Subdivision	2024158	Buncombe Co.	28806	19	146	8/4/2026	Pre-con held, construction not yet started
50	Carolina Wren MHP	2024175	Buncombe Co.	28806	55		1/20/2026	In construction
51	Parkview at Cedar Ridge	2024266	Buncombe Co.	28803	128	645	4/7/2026	Waiting on Testing
52	220 Ledbetter Road	2024279	Buncombe Co.	28704	29	761	5/27/2026	In construction
53	Oak Hill Circle	2024281	Buncombe Co.	28806	8	320	5/2/2025	Waiting on Final Inspection
54	Fox Property	2024291	Buncombe Co.	28787	51	1,055	9/30/2025	Waiting on Testing
55	Riverside Drive Subdivision	2025065	Buncombe Co.	28804	13	525	3/4/2026	Final Inspection complete, awaiting close-out docs
56	Lake Eden Subdivision	2025075	Buncombe Co.	28711	37	2,418	5/22/2026	In construction
57	Belcrest at Biltmore Park	2025129	Buncombe Co.	28803	357	2,164	2/25/2026	In construction
58	Rocky River Apartments	2025215	Buncombe Co.	28804	120	740	7/24/2026	Pre-con held, construction not yet started
59	Collett Industrial (Banner Farm)	2020108	Cane Creek	28759	Comm.	255	11/20/2020	Final Inspection Complete, awaiting closeout docs
60	Taproot Phase 2A	2021161	Fletcher	28732	151	2,462	6/6/2023	Final Inspection complete, awaiting close-out docs
61	Mountain Green Landscaping	2022019	Fletcher	28732	3	427	7/2/2025	Final Inspection complete, awaiting close-out docs
62	Asheville Airport Parkinig Lot Sewer Reloc	2023135	Fletcher	28732	0		8/8/2023	In construction
63	Brickton Road Relocation	2023195	Fletcher	28732	Comm.	275	4/30/2024	Final Inspection complete, awaiting close-out docs
64	Taproot Phase 4	2023237	Fletcher	28732	113	5,757	2/7/2024	In construction
65	Taproot Phase 5	2023238	Fletcher	28732	111	3,648	2/7/2024	In construction
66	Legacy at Mills River	2022117	Hendersonville	28759	456	9,679	6/18/2025	Pre-con held, construction not yet started
67	Advent Health Hendersonville MOB	2023069	Hendersonville	28792	Comm.	356	3/26/2024	Waiting on Final Inspection
68	Ohalo Sewer Extension	2024116	Hendersonville	28759	1	764	5/27/2025	Final Inspection complete, awaiting close-out docs
69	Rutledge Road Phase 3	2025078	Hendersonville	28732	28	1,394	2/25/2026	Waiting on Testing
70	School House Road Industrial	2025099	Hendersonville	28759	2	900	12/17/2025	Pre-con held, construction not yet started
71	Orchards at Naples	2025139	Hendersonville	28792	166	863	4/7/2026	In construction
72	James River - Mills River Site	2022222	Mills River	28759	2	460	1/17/2024	Final Inspection complete, awaiting close-out docs
73	18 Wildwood Park Sewer Relocation	2021129	Weaverville	28787	1	147	2/22/2022	Waiting on Final Inspection
74	Greenwood Park Phase 4	2024254	Weaverville	28787	73	262	4/25/2025	Waiting on Final Inspection
75	Serenity Townhomes	2020037	Woodfin	28804	8	480	7/14/2020	On hold
76	Weaverville Road Subdivision	2020123	Woodfin	28804	4	600	4/6/2021	On hold
77	Terraces at Reynolds Mountain West Ph I & II	2021164	Woodfin	28804	42	1,990	6/26/2024	Final Inspection complete, awaiting close-out docs
			TOTAL		4,923	80,720		

CAPITAL IMPROVEMENT PROGRAM **STATUS REPORT SUMMARY** **September 9, 2026**

PROJECT	LOCATION OF PROJECT	CONTRACTOR	AWARD DATE	NOTICE TO PROCEED	ESTIMATED COMPLETION DATE	*CONTRACT AMOUNT	*COMPLETION STATUS (WORK)	COMMENTS
WEAVERVILLE PUMP STATION AND FORCEMAIN IMPROVEMENTS	Woodfin	Haren Construction Co.	1/17/2024	4/15/2024	10/1/2026	$ 20,986,375.00	98%	New Pump Station #1 is in operation. Work ongoing at Weaverville #2.
OLD COUNTY HOME ROAD	Asheville	Terry Brothers Construction Co.	7/16/2025	9/19/2025	12/1/2026	$ 2,874,835.00	90%	All pipe work complete with the exception of Line D and the Leicester Hwy crossing. NCDOT approval has been received. Coordinating remobilization with Terry Bros.
INTERMEDIATE CLARIFIER TROUGH PHASE 2	WRF	Cove Utility	10/15/2025	11/3/2025	11/1/2026	$ 1,464,000.00	85%	Trough replacement complete. Awaiting delivery of additional underdeck equipment.
INTERCEPTOR ASSESSMENT & CLEANING	Buncombe Co	Bio-Nomic Services	8/20/2025	11/17/2025	9/1/2026	$ 1,291,375.00	100%	Cleaning work just completed.
CARRIER BRIDGE PUMP STATION REPLACEMENT	Asheville	Ruby Collins	7/16/2025	11/3/2025	8/19/2028	$ 75,378,958.00	18%	Pump station excavation is complete. Concrete formwork and rebar installation has begun. Pipework within French Broad River Park continues.
ASH LAGOON OVERFLOW REHABILITATION	WRF	TP Howard	12/17/2025	TBD	TBD	$ 162,275.00	0%	waiting for equipment to arrive.
WEST CITY VIEW	Woodfin	KRG Utility	12/17/2025	4/13/2026	9/1/2026	$ 321,880.00	95%	Final Walkthrough being scheduled.
JONESTOWN RD AT RIVERSIDE DR	Woodfin	Terry Brothers Construction Co.	9/9/2025	4/22/2026	9/19/2026	$ 722,690.00	99%	Final Walkthrough being scheduled.
MONTFORD AVE AT MONTFORD PARK	Woodfin	Terry Brothers Construction Co.	10/20/2025	TBD	TBD	$ 645,430.00	15%	Preliminary work underway for pipebursting
KIMBERLY AVE AT SEDLEY AVE	Woodfin	Terry Brothers Construction Co.	9/24/2025	6/15/2026	2/10/2027	$ 965,866.00	90%	Concrete sidewalk and driveway restoration still to be completed.
INTERCEPTOR ASSESSMENT & CLEANING PH 2	Buncombe Co	Duke's Root Control	8/16/2026	TBD	TBD	$ 876,384.00	0%	Pre-Construction Meeting 9/22/2026
LINING CONTRACT #10	Buncombe Co	CaJenn Construction Co	8/16/2026	TBD	TBD	$ 3,146,819.00	0%	Pre-Construction Meeting 9/29/2026
ITT PUMP STATION REPLACEMENT	Buncombe Co	Morgan Contracting	8/16/2026	TBD	TBD	$ 6,165,935.00	0%	Pre-Construction Meeting 10/2/2026