

**NEUSE REGIONAL WATER AND SEWER AUTHORITY
MINUTES OF BOARD MEETING DATED
Thursday, May 26, 2016**

The Neuse Regional Water and Sewer Authority held its Monthly Board Meeting on Thursday, May 26, 2016 at 6:00 P.M. at the Neuse Regional Water and Sewer Authority Water Treatment Plant.

MEMBERS PRESENT: Barry Sutton, Steve Miller, Terry A. Koonce, Clarence Mills, Virgil O'Neal, Tommy Daughety, Greg Smith, Jamie Cannon, Mike Hill, Bruce Parson

MEMBERS ABSENT: Stephen Tripp, Sammy Aiken, Jimmy Cousins

ALTERNATES PRESENT: Rusty Byrd, Rhonda Barwick, George Everett

NRWASA STAFF PRESENT: Harold Herring - Executive Director
Debbie Purvis - Administrative Assistant
Amber Quinn - Administrative Secretary
James W. Norment - Legal Counsel
Charlie Colie - ORC
Jacob Brown - Assistant WTP ORC

SPECIAL GUESTS: James Proctor, Town of Ayden's Public Work's Director

Call to Order

Chairman Barry Sutton called the meeting to order at 5:58 P.M.

Revisions, Additions and Adoption of Agenda

Mr. Greg Smith moved to adopt the Agenda as presented. Seconded by Mr. Mike Hill and upon unanimous vote, the motion carried.

ACTION ITEMS

1. Approval of April 2016 Minutes Chairman Sutton

Mr. Virgil O'Neal moved to approve the April 2016 Minutes. Seconded by Mr. Greg Smith and upon unanimous vote, the motion carried.

2. Approval of May 2016 Treasurer's Report Chairman Sutton

Mr. Steve Miller questioned a negative number in the Treasurer's Report, inquiring what it was. Mrs. Debbie Purvis said she would look into it. After the meeting Mrs. Purvis reviewed the report and determined it was a typographical error.

Mr. Clarence Mills moved to approve the May 2016 Monthly Treasurer's Report. Seconded by Mr. Mike Hill and upon unanimous vote, the motion carried.

3. Election of Officers- NRWASA Secretary Chairman Sutton

Chairman Sutton stated that the current officers are Chairman Barry Sutton, Vice-Chairman Steve Miller and Treasurer Bruce Parson.

Chairman Sutton opened the floor for nominations of NRWASA Secretary. Mr. Clarence Mills moved to nominate Mr. Virgil O'Neal for Secretary, seconded by Mr. Mike Hill. Mr. Virgil O'Neal accepted his nomination for Secretary. Chairman Sutton declared nominations closed. Mr. Bruce Parson moved to approve the nomination as presented. Seconded by Mr. Terry A. Koonce and upon unanimous vote, Mr. Virgil O'Neal was elected to fulfill Mr. Joe Albright's term.

4. Public Hearing FY16/17 Annual Operating Budget.....Chairman Sutton

The NRWASA Board opened the Public Hearing for discussion of the FY16/17 Annual Operating Budget. There were no public comments offered. Mr. Mike Hill moved to close the Public Hearing. Seconded by Mr. Greg Smith and upon unanimous vote, the motion carried.

5. Adoption of FY16/17 Annual Operating Budget.....Chairman Sutton

Mr. Steve Miller reviewed the FY16/17 Annual Operating Budget. Key points in the budget are the water rates will stay at \$4.00/1,000 gallons. The budget reflects a change in the loan funding with the restructuring of the SRF Loan. An Unrestricted Reserve Fund has been created for future Capital Expenses, Operating Expenses, and Rate Stabilization. Mr. Miller stated that the Finance Committee agreed that these funds are not for any specific use at this time but when needed the Board will have to approve before the funds are used. Mr. Virgil O'Neal moved to adopt the FY16/17 Annual Operating Budget as presented. Seconded by Mr. Terry A. Koonce and upon unanimous vote the motion carried.

DISCUSSION ITEMS

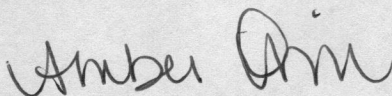
6. Ward & Smith.....Mr. Jamie Norment

Mr. Jamie Norment had no items to be discussed.

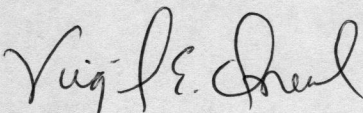
ADJOURNMENT

Being no further business before the Board, the meeting was adjourned without objection at approximately 6:11 P.M. Motion to adjourn by Mr. Greg Smith seconded by Mr. Bruce Parson.

Sincerely,



Amber Quinn
Administrative Secretary



Virgil O'Neal
NRWASA Secretary