

FIRST UNION NATIONAL BANK NAMED DEPOSITORY FOR SPECIAL CONSTRUCTION ACCOUNT & REVOLVING FUND.  
 WACHOVIA BANK & TRUST CO., ASHEVILLE, NAMED DEPOSITORY FOR MSD FINANCING EXPENSES.  
 RESOLUTION DESIGNATING DEPOSITORY OF OPERATION & MAINTENANCE FUND TO BANK OF ASHEVILLE.  
 RESOLUTION APPOINTING HARRY HENDON & ASSOCIATES AS CONSULTING ENGINEERS.  
 RESOLUTION DIRECTING AUTHENTICATION & DELIVERY OF \$7,700,000 BONDS & PURCHASER AS UNDERWRITER.  
 MR. JOHNSON AUTHORIZED, WITH APPROVAL OF MR. DAWSON, TO EMPLOY AUDITOR.  
 TRIP TO NEW YORK TO SIGN BONDS AUTHORIZED.

A special meeting of the Metropolitan Sewerage District Board was held in the Board Room 501, City Building, Asheville, North Carolina, at 2:00 p. m. on Tuesday, October 12, 1965.

Chairman Peterson called the meeting to order and Mrs. Swicegood, Secretary, called the roll with the following members present: Mr. Peterson, Mr. Garrison, Mrs. Swicegood, Mr. Dawson, Mr. Adams, Mr. Baker, Mr. Reagan, Mr. Robinson, Mr. Tandy, and Mr. Williams.

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

Mr. Johnson, Engineer-Manager, in his communications report read a letter from Mr. Frank Coxe, Vice President of the First Union National Bank, requesting the designation of the First Union National Bank as depository for the Metropolitan Sewerage District of Buncombe County Special Construction Account.

Mrs. Swicegood moved and Mr. Tandy seconded the motion that their request be granted. The roll call vote was unanimous.

Mr. Johnson then stated there were two other accounts for which depositories should be named. They are as follows: The Metropolitan Sewerage District of Buncombe County Revolving Fund(\$25,000) and the Metropolitan Sewerage District of Buncombe County Financing Expenses(\$100,000).

Mr. Adams moved and Mr. Dawson seconded the motion that Wachovia Bank & Trust Company be named as depository for the Metropolitan Sewerage District of Buncombe County Financing Expenses. The roll call vote was unanimous.

Mr. Dawson then made the motion that the First Union National Bank be named depository for the Metropolitan Sewerage District of Buncombe County Revolving Fund. Mr. Tandy seconded this motion and the roll call vote was unanimous.

Mr. Redmond, Attorney, presented three resolutions prepared by Mr. Boyle and recommended for adoption on this date. They were read and introduced as follows:

Mr. Dawson introduced the following resolution which was read:

A RESOLUTION DESIGNATING THE DEPOSITORY  
 OF THE METROPOLITAN SEWERAGE DISTRICT  
 OF BUNCOMBE COUNTY OPERATION AND MAIN-  
 TENANCE FUND.

WHEREAS; Section 507 of the resolution adopted by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, on September 25, 1964, as amended by a resolution adopted on September 3, 1965 (said resolution as amended being herein called the "Bond Resolution") authorizing and securing Sewage Disposal System Bonds of said District created a special fund designated "Metropolitan Sewerage District of Buncombe County Operation and Maintenance Fund"; now, therefore,

BE IT RESOLVED by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina:

Section 1. The Bank of Asheville, in the City of Asheville, North Carolina, is hereby designated Depository of said Metropolitan Sewerage District of Buncombe County Operation and Maintenance Fund under the Bond Resolution.

Section 2. This Resolution shall take effect immediately upon its passage.

Upon motion of Mr. Dawson, seconded by Mr. Williams, the resolution hereinabove set forth was passed by the following vote:

Ayes: Mr. Peterson, Mr. Garrison, Mrs. Swicegood, Mr. Dawson, Mr. Adams, Mr. Baker, Mr. Reagan, Mr. Robinson, Mr. Tandy, Mr. Williams.

Noes: None.

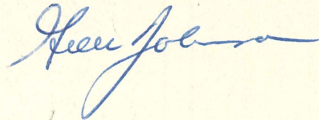


# NOTICE OF SPECIAL MEETING

NOTICE IS HEREBY GIVEN that a special meeting of the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, will be held on Tuesday, October 12, at 2:00 P.M. at the office of the Board, Room 501, City Building, Asheville, North Carolina, the regular place of meeting, for the purpose of taking action with respect to the delivery of \$7,700,000 Sewage Disposal System Bonds of the District, the designation of the Depositary of the Metropolitan Sewerage District of Buncombe County Operation and Maintenance Fund, and the designation of the District's Consulting Engineers.

Dated this 5th day of October, 1965.

M. C. Peterson  
Chairman, District Board



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Mr. Robinson introduced the following resolution which was read:

A RESOLUTION APPOINTING THE CONSULTING ENGINEERS UNDER THE RESOLUTION AUTHORIZING AND SECURING SEWAGE DISPOSAL SYSTEM BONDS OF THE METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY, NORTH CAROLINA.

WHEREAS, Section 705 of the resolution adopted by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, on September 25, 1964, as amended by a resolution adopted on September 3, 1965 (said resolution as amended being herein called the "Bond Resolution") authorizing and securing Sewage Disposal System Bonds of said District provided that, for the purpose of performing and carrying out the duties imposed on the Consulting Engineers by the Bond Resolution, the District will employ an independent engineer or engineering firm or corporation having a favorable repute for skill and experience in such work; now, therefore,

BE IT RESOLVED by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina:

Section 1. Harry Hendon and Associates, Birmingham, Alabama, are hereby employed as Consulting Engineers under the Bond Resolution.

Section 2. This Resolution shall take effect immediately upon its passage.

Upon motion of Mr. Robinson, seconded by Mr. Dawson, the resolution hereinabove set forth was passed by the following vote:

Ayes: Mr. Peterson, Mr. Garrison, Mrs. Swicegood, Mr. Dawson, Mr. Adams, Mr. Baker, Mr. Reagan, Mr. Robinson, Mr. Tandy, Mr. Williams.

Noes: None.

Mrs. Swicegood introduced the following resolution which was read:

A RESOLUTION DIRECTING THE AUTHENTICATION AND DELIVERY OF \$7,700,000 SEWAGE DISPOSAL SYSTEM BONDS OF METROPOLITAN SEWERAGE DISTRICT OF BUNCOMBE COUNTY, NORTH CAROLINA, DATED JULY 1, 1965, AND DESIGNATING THE PURCHASER THEREOF AS PRINCIPAL UNDERWRITER.

WHEREAS, Section 207 of the resolution adopted by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina, on September 25, 1964, as amended by a resolution adopted on September 3, 1965 (said resolution as amended being herein called the "Bond Resolution") authorizing and securing not in excess of \$10,400,000 Sewage Disposal System Bonds provides that the District Board shall determine by resolution the amount and maturities of the bonds to be issued pursuant to the provisions of said Section prior to the issuance of any of said bonds; and

WHEREAS, by resolution adopted by the District Board on September 3, 1965, the issuance of \$7,700,000 Sewage Disposal System Bonds, dated July 1, 1965 was authorized; and

WHEREAS, pursuant to a notice of sale duly published by the Local Government Commission of North Carolina said \$7,700,000 Sewage Disposal System Bonds were awarded and sold by said Commission to Halsey, Stuart & Co. Inc. at the price of \$7,705,390 and accrued interest from July 1, 1965; now, therefore,

BE IT RESOLVED by the District Board of the Metropolitan Sewerage District of Buncombe County, North Carolina:

Section 1. Wachovia Bank and Trust Company, in the City of Raleigh, North Carolina, as Trustee under the Bond Resolution is



hereby authorized and directed to authenticate said \$7,700,000 Sewage Disposal System Bonds, dated July 1, 1965, and the Treasurer of the State of North Carolina is hereby authorized and directed to deliver said bonds to or upon the order of Halsey, Stuart & Co. Inc., the purchasers thereof, upon payment of the purchase price of \$7,705,390 and accrued interest thereon from July 1, 1965 to the date of delivery of said bonds, at the rates specified in said bonds.

Section 2. Halsey, Stuart & Co. Inc. is hereby named principal underwriter under the Bond Resolution.

Section 3. This Resolution shall take effect immediately upon its passage.

Upon motion of Mrs. Swicegood, seconded by Mr. Garrison, the resolution hereinabove set forth was passed by the following vote:

Ayes: Mr. Peterson, Mr. Garrison, Mrs. Swicegood, Mr. Dawson, Mr. Adams, Mr. Baker, Mr. Reagan, Mr. Robinson, Mr. Tandy, Mr. Williams.

Noes: None.

No action was taken on the matter of designating someone to sign checks in the event the secretary was ever unable to do so.

In a discussion of signatures on checks by the Accounting Department of the City of Asheville, Mr. Redmond read an agreement which has not been adopted to date in which it was stated that all checks drawn on the Metropolitan Sewerage District shall bear the signature of the secretary and shall be signed or countersigned by the designated fiscal agent of the City Accounting Department who is for that purpose designated an agent of this Board. Mr. Redmond suggested that if the Board wished someone could move that the agreement in its present form between the City and the Metropolitan Sewerage District could be adopted subject to any changes the Corporation Counsel might want to make and with the approval of the Metropolitan Sewerage District Attorney. Mr. Williams then made the motion and Mr. Dawson seconded it. The roll call vote was unanimous.

Mr. Johnson passed a sample check from which the Metropolitan Sewerage District checks would be more or less copied. He suggested that in fairness to Mrs. Swicegood that on the left hand side of the bottom of the requisition page there should be a space for the Engineer-Manager to sign.

Mr. Adams moved that the Engineer-Manager sign all requisitions for checks. Mr. Dawson seconded this motion and it was carried unanimously.

Mr. Johnson reported that work is progressing nicely on the project, but that the pipeline would not start for sixty days. He also reported that a monthly statement of expenditures would be presented to the Board.

Mr. Johnson stated that in the selection of an auditor that we are having a little difficulty. Under the Bond Resolution the Trustee must approve an auditor and that he has discussed this with the bank and also legal advisors. They have ruled that we must have an independent auditor - one that has no connection with any political subdivision as part of our District. The Trustee and Local Government Commission recommend that we go out of town to a national auditing firm and have listed four or five, all of which have offices in Charlotte, and one large firm in New York. After some discussion it was the consensus of the Board members that a local auditor be employed if possible. Mr. Johnson suggested that since Mr. Dawson is treasurer and his approval shall be obtained, and since he will have to work with the auditor, that if the Board wished, he and Mr. Dawson would pursue the matter or with Mr. Dawson's approval he would engage one. Mr. Adams moved that Mr. Johnson with the approval of Mr. Dawson be authorized and directed to employ an auditor for the Commission with the consideration of the express purpose of the Board for local accountants if the same can be secured. Mr. Williams seconded this motion and the motion was carried unanimously.

Mr. Johnson stated that it was in order for the Board to approve the trip to New York of the chairman, secretary, attorney, and the engineer-manager, to sign the bonds. He explained it was cheaper for the four to go to New York than to pay the insurance on the negotiable bonds to New York.

Mr. Garrison moved that the four go to New York and Mr. Dawson seconded this motion and it was carried unanimously.

There being no further business, the meeting adjourned at 3:20 p. m.

October 12, 1965

Louise H. Swicegood  
Secretary