

Wednesday - July 1, 1987 - 5:00 P.M.

Emergency Meeting

Present: Mayor W. Louis Bissette, Presiding; Councilmen Kenneth M. Michalove, Norma T. Price, and George Tisdale, Walter R. Boland; Corporation Counsel William F. Slawter; City Manager Douglas O. Bean; and Associate City Manager/City Clerk William F. Wolcott, Jr.

Absent: Vice-Mayor Mary Lloyd Frank and Councilman Wilhelmina Bratton.

ADOPTION OF INTERIM FY 1987-88 BUDGET FOR THE ASHEVILLE/BUNCOMBE WATER AUTHORITY

Mayor Bissette read the following letter addressed to Ralph D. Morris, Jr., Chairman of the Asheville-Buncombe Water Authority:

July 1, 1987

Mr. Ralph Morris, Jr.

Chairman

Asheville-Buncombe Water Authority

P. O. Box 7148

Asheville, North Carolina 28807

Dear Ralph:

Yesterday, at a formal meeting of the Board of Commissioners the Board,, upon review and consideration of the budget for the Asheville-Buncombe Water Authority, declined to approve the budget as submitted. The Board of Commissioners voted unanimously to have the budget changed to include two and one-half (2-1/2) percent of gross revenues for the County to reflect the significant prior contribution of the County in the development of the water system.

Understanding the urgent need for immediate action towards adoption of a budget, the Commissioners will, upon review and consideration, approve either a FY 1987-88 budget containing the aforementioned 2-1/2 percent of gross revenues earmarked for the County or an interim (31-day) budget. The interim budget might be considered to provide the time necessary to develop the revised budget.

Sincerely,

R. Curtis Ratcliff

Chairman of the Board

/mmp

cc: Mr. Harold Huff

Water Authority Board Members

Mayor Bissette said he had not personally received notification from the County Commissioners on their action.

Upon inquiry of Councilman Michalove, Corporation Counsel Slawter said the Water Authority does not have the authority to grant requests of the County of Buncombe without violating the Water Agreement.

Harold Huff, Director of Water and Sewer Services, presented Resolution 87-15, Resolution Adopting and Appropriating an "Interim" FY 1987-88 Budget for the Asheville-Buncombe Water Authority adopted by the Authority on July 1, 1987. He said the budget, in the amount of \$1,370,030.00, represents one months operation plus capital needs for the administration of the Water System.

Upon inquiry of Mayor Bisette as to whether or not bond covenants were violated by not approving the Water Budget, the Corporation Counsel said he would leave that question up to the bond attorneys, Mr. Aperans.

Councilman Tisdale moved that the Council concur in the adoption of the Asheville-Buncombe Water Authority's resolution, Resolution No. 87-15, adopting and appropriating an "Interim" FY 1987-88 Budget for the Asheville-Buncombe Water Authority. This motion was seconded by Councilman Boland and carried unanimously.

Mayor Bisette adjourned the meeting at 5:30 P.M.

MAYOR CITY CLERK
