

**PASQUOTANK COUNTY, NORTH CAROLINA
APRIL 3, 2013**

The Pasquotank County Board of Commissioners met today, along with the Pasquotank County Water Committee in a recessed meeting on April 3, 2013 at 2:00 PM in the Hugh Cale Commissioners Board Room in the Pasquotank County Courthouse, the recessed meeting of the Board held on April 1, 2013 having been recessed until this place, date, and time.

MEMBERS PRESENT:

Jeff Dixon, Chairman
Lloyd E. Griffin, III
Dr. William R. Sterritt
Gary G. White
Cecil Perry
Frankie Meads

MEMBERS ABSENT:

Joseph S. Winslow, Jr., Vice-Chairman

OTHERS PRESENT:

Randy Keaton, County Manager
Rodney Bunch, Assistant County Manager
R. Michael Cox, County Attorney
Lynn Scott, Assistant Clerk to the Board

Also present were John Gregory, Water Superintendent and David Smithson, County RO Plant Inspector. Chairman Dixon reconvened the meeting and asked Commissioner Gary White, Chairman of the Water Committee, to preside over the meeting.

1. UPDATE ON COUNTY/CITY MEETING:

Mr. John Gregory reported that he, County Manager Keaton, Assistant County Manager Rodney Bunch, City Manager Rich Olson, and City Utilities Director Paul Fredette recently met to discuss the water purchase contract. He said as of July the City will be 21,000,000 gallons behind in fulfilling the take or pay contract. He said our staff is exploring ways of doing this and they will meet with the City again in the near future to discuss their options. Commissioner Griffin expressed concern about us not having water available when the contract was let. Mr. Fredette said the Weeksville vault was ready in September, but the City was not able to accept water until the end of October. He said the County could not provide water during the months of January and February because of going into their free chlorine cycle. The City feels the effective date of the take or pay contract should begin on November 1, 2012. He anticipates the City will be caught up with their take or pay contract before the end of the year. He explained that the contract plainly says that the City will take 250,000 GPD, take or pay when the County can provide it. He said the question is when was the County capable of providing the water.

2. APPROVAL OF MINUTES:

Commissioner White asked for a motion to approve the February 6, 2013 Regular and Closed Session Water Committee meeting minutes.

Motion was made by Bill Sterritt, seconded by Frankie Meads to approve the February 6, 2013 Regular and Closed Session Water Committee meeting minutes.
The motion carried unanimously.

3. CONSIDERATION OF PAYMENT TO DIEHL & PHILLIPS, PA FOR ENGINEERING SERVICES:

Mr. Gregory recommended payment of an invoice in the amount of \$25,385 submitted by Diehl and Phillips for engineering services. Discussion followed.

Motion was made by Commissioner White, seconded by Commissioner Griffin to satisfy the invoice submitted by Diehl and Phillips, PA in the amount of \$25,385 for engineering services. The motion carried unanimously.

4. CONSIDERATION OF CONTRACT WITH DIEHL & PHILLIPS, PA FOR ENGINEERING SERVICES FOR THE RO PROJECT:

Mr. Gregory recommended that we contract with Diehl & Phillips, PA for engineering services to rectify some of the problems we have encountered with other contractors as well as to have on an as needed basis. He stated that we need to keep very good records because some of the costs

should be paid by our original contractors. Mr. Gregory said he will ask Mr. Diehl to send us a contract prior to our next Water Committee meeting on April 24th.

Mr. Gregory stated that tomorrow we have a gentleman coming in from Rockwell Automation who says that he can look at all of the problems that we are having with the motors and offer recommendations at no charge. He noted that we have wires running to motors that have never been hooked up which should be checking bearing temperatures, insulation temperatures, and feeding it back to our computer.

5. CLOSED SESSION TO DISCUSS AC SCHULTES OF CAROLINA INC. VS. PASQUOTANK COUNTY LAWSUIT AND TO PRESERVE THE ATTORNEY CLIENT PRIVILEGE:

Chairman Dixon asked for a motion that the Board enter Closed Session to discuss the AC Schultes of Carolina, Inc. vs. Pasquotank County lawsuit and to preserve the attorney client privilege.

Motion was made by Frankie Meads, seconded by Gary White that the Board enter Closed Session to discuss AC Schultes of Carolina Inc. vs Pasquotank County lawsuit and to preserve the attorney client privilege. The motion carried unanimously.

Upon the end of Closed Session;

Motion was made by Gary White, seconded by Jeff Dixon that the Board return to Regular Session. The motion carried unanimously.

6. UPDATE ON PROGRESS OF CLOSING OUT OF RO CONTRACTS:

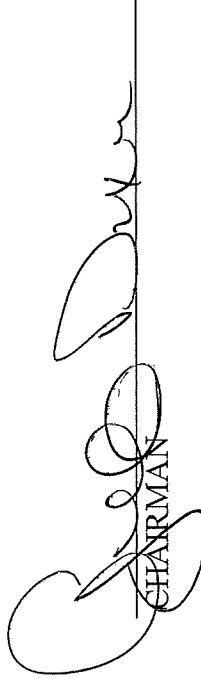
Mr. Gregory reported that the contract with Sanford Grading in Phase I was closed out this week. He said we had previously closed out the contract with C&L in Phase I and TA Loving in Phase II. Outstanding contracts include Temple Grading, AC Schultes, and Mid Eastern Builders.

Mr. Gregory stated that Perquimans County should begin taking water on July 1, 2013.

Motion was made by Bill Sterritt, seconded by Frankie Meads to adjourn the Pasquotank County Water Committee meeting. The motion carried unanimously.

At the absence of further business, Chairman Dixon asked for a motion to adjourn the commissioners meeting.

Motion was made by Cecil Perry, seconded by Bill Sterritt to adjourn the commissioners meeting. The motion carried unanimously and the meeting was adjourned at 3:35 PM.


 CHAIRMAN


 ASSISTANT CLERK