
Lower Cape Fear Water & Sewer Authority
Finance Committee Meeting Minutes
May 9, 2022

Chairman Rivenbark called to order the Finance Committee Meeting on May 9, 2022, at 8:30 a.m. The meeting was held at the Authority's office located at 1107 New Pointe Boulevard, Suite 17, Leland, North Carolina.

Present: Norwood Blanchard, Patrick DeVane, Al Leonard, and Charlie Rivenbark

Absent: Chris Smith

Present by Virtual Attendance: Phil Norris

Staff: Tim Holloman, Executive Director; Patrick Flanagan, COG; and Danielle Hertzog, Financial Administrative Assistant

Guests Present: Bill Sue

Guests Virtual Attendance: Jordan Clark, Computer Warriors

A) Preliminary Draft of the Fiscal Year 2022-2023 Budget

Executive Director Holloman reviewed essential cost items for the FY 2022-2023 draft budget. Our customers have projected to use 9,382,106 gallons of water for an estimated revenue of 3.2 million. Health insurance will be increasing by 5%. The property and liability insurance expense will increase by 8%. The state retirement will increase from 11.35% to 12.1. LCFWASA will be financing a forklift for Kings Bluff Plant for thirty thousand. We have VFD replacement budgeted as a capital expense this year. VTR Pump rehabilitation and anti-vortex equipment are also needed at Kings Bluff Plant. We will move \$150,000 to Renewal and Replacement Fund and \$100,000 to Enterprise Fund to build up the funds. No increase in engineering cost for this year for the annual inspection report. The raw water rate will increase to \$0.36 per 1,000 gallons. The final recommendations on a resolution for the November leak are still being worked out.

The FY 22-23 budget is a 4% increase from the FY21-22 budget due primarily to operating capital expenses and building the R & R Fund.

Motion: Director Blanchard **MOVED**; seconded by Director Leonard, to recommend the Fiscal Year 2022-2023 budget to the entire board. Upon vote, the **MOTION CARRIED UNANIMOUSLY**.

	<u>For</u>	<u>Against</u>	<u>Abstained</u>	<u>Absent</u>
Norwood Blanchard	X			
Patrick DeVane	X			
Al Leonard	X			
Phil Norris	X			
Charlie Rivenbark	X			
Chris Smith				X
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ADJOURNMENT

There being no further business, Chairman Rivenbark adjourned the meeting at 8:37 a.m.

Respectfully Submitted,



Tim Holloman, Executive Director