

*Excerpt from Budget Workshop Meeting of March 23, 2011 – approx. 5:21 pm*

**BOB:** Joe, we discussed the sewer utility several times

**JOE:** Yes

**BOB:** Have we reduced the Budget for any of the costs that may have been included in the past for the sewer utility?

**JOE:** The only costs that were borne by the actual operating budget was some of the electric costs over there. The costs for the operator and other repairs had come out of the Capital Fund...that reserve we received from Centex several years ago...Was it the best place to take it from,

**BOB:** Why were they coming out of the capital fund?

**JOE:** Because there was no other place to take it from.

**BOB:** I'm sorry?

**JOE:** Because there was no other place to take it from....there was no other...

**BOB:** I hear what you are saying, but, okay

**JOE:** Okay, I don't believe it is fair to us to go back and try to recoup that from the rate payers and we are going to start this year, the resolution is on tonight, to start the billing for that. I will have Jef read the meters like April 15<sup>th</sup> we'll do our first bill and will encompass 6 months of readings, they will get a bill in May that's due June 1<sup>st</sup> and then we'll go on a three month cycle from there.. I've already set it up with my accounting software. They're gonna, you know...we'll do the bills, 32 bills, every quarter, I'll print them, stuff them and send them out and they'll write me a check. It will be a separate utility a separate funding for the cost of our utilities, the cost of the operator and possibly for the cost of repairs, if any, and our costs to applied wastewater.

I did get a call, I think I've mentioned in Executive Session with respect to a call I put into applied about the possibility of them just buying the system...I heard back from the guy I originally spoke to and he passed it along to somebody else so I am still waiting to hear back from that individual....Steve Curtis is the first guy but he passed it along to a Nicholas (sp?) Daveccias he is the manager of business development for NJ American Water out of Voorhees...I am still waiting to hear back from him