

MINUTES OF A REGULAR MEETING
OF THE BOARD OF COMMISSIONERS OF THE
TOWN OF LAKE LURE, N.C.
AUGUST 23, 1983

The regular meeting of the Board of Commissioners was held in the Community Building August 23rd at 7:30 p.m. The following members were present: Mayor Charles Hicks, Commissioners Sadye Gruver, Frankie Queen, Woodrow Price and Town Attorney Jervis Arledge.

Motion was made by Commissioner Gruver, seconded by Commissioner Queen minutes of a regular meeting held July 26th be accepted as read. The vote was unanimous.

Mr. Floyd Weeks, Chairman of the ABC Board, gave a financial report for 1982-83. Gross sales were 210,335 this year and 198,559 last year. The store is operating entirely on its own and has required no help from the Town. He urged support of the store and invited all interested citizens to attend the regular monthly Board meetings held in the Town office the 3rd Monday of every month. A copy of the last audit was presented to the council.

Upon motion by Commissioner Price, seconded by Commissioner Gruver the Board voted unanimously to ask the State to construct the bridge on Charlotte Dr.

Motion was made by Commissioner Price, seconded by Commissioner Gruver the lake be lowered November 21st and raised December 30th. The vote was unanimous.

The Board discussed hiring David Ramsay to work under a new Federal program (On-Job-Training). The Town will pay $\frac{1}{2}$ his salary (1.75 per hr.) and the government will pay the other half. David has worked for the Town this summer under the CETA program. Motion was made by Commissioner Gruver, seconded by Commissioner Price to accept the joint money and hiring of David for three months. The vote was unanimous.

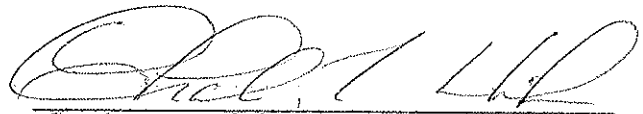
Mayor Hicks introduced Terry Lewis and asked that she be hired as a $\frac{1}{2}$ time dispatcher. Motion was made by Commissioner Price, seconded by Commissioner Queen and the vote was unanimous she be hired.

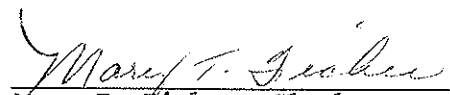
Motion was made by Commissioner Queen, seconded by Commissioner Gruver and the vote was unanimous to donate \$500 to the Ski Club. There will be shows August 28th and September 3rd and 4th at 6:00 p.m.

Upon discussion motion was made by Commissioner Price, seconded by Commissioner Queen to place a 25MPH speed limit and erect appropriate signs on Washburn Rd., Holmes Rd. and Seaton Rd. The vote was unanimous.

Due to an unsafe situation at the Hydro plant the Board discussed fencing in this area. Mayor Hicks had received two bids, one for 1,800 and one for 2,000. Motion was made by Commissioner Price, seconded by Commissioner Gruver to accept the bid of 1,800 submitted by S&S Fence Co. of Hendersonville. The vote was unanimous.

There being no further business motion was made by Commissioner Price, seconded by Commissioner Gruver the meeting be adjourned. The vote was unanimous.


Charles F. Hicks, Mayor


Mary T. Ficker, Clerk

The Board discussed an application submitted by Mrs. Lois Miller for half time employment as a radio dispatcher. Motion was made by Commissioner Price, seconded by Commissioner Gruver she be hired and that her work schedule not be the same as her husband who is presently on the Lake Lure Poice force. The vote was unanimous.

Mayor Hicks proposed William Grimes be hired to operate the Hydro Plant and Disposal Plant and be paid the same salary as the former Plant Operator. During discussion, Commissioner Queen objected to the hiring without first advertising to get the best possible employee for the position and the preferential treatment given to Mr. Grimes. Motion was made by Commissioner Price, seconded by Commissioner Bond he be hired, The vote was 3 yes and 1 no.

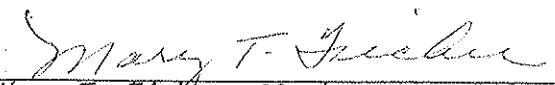
Mr. Cary Brown and Dr. Leon Poole thanked Commissioner Queen and Chief Swaringen for the swift and efficient way they responded to a boat accident involving Dr. Poole's boat. Dr Poole asked for more patrolling of the lake particularly after 4: p.m. Friday thru the weekend in order to stop the excessive speeding and reckless operation of boats. He also wanted something done about improper or no lighting on boats at night.

Motion was made by Commissioner Gruver, seconded by Commissioner Price, Mr. Phil Sutton be reappointed to serve another 3 years on the ABC Board. The vote was unanimous.

Mayor Hicks nominated Pete Lewis to serve on the Zoning Board, seconded by Commissioner Price. The vote was unanimous.

The Board discussed hiring Larry Cain as a temporary part time mechanic. Motion was made by Commissioner Price, seconded by Commissioner Gruver, he be hired and be made aware that the Board will be looking for a full time employee. The vote was 3 yes and 1 no.

There being no further business, motion was made by Commissioner Price seconded by Commissioner Gruver, the meeting be adjourned. The vote was unanimous.


Mary T. Ficker, Clerk


Charles F. Hicks, Mayor

Bolick, Ruppe & Associates, P.A. CERTIFIED PUBLIC ACCOUNTANTS

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TOWN OF LAKE LURE
ALCOHOLIC BEVERAGE CONTROL BOARD
LAKE LURE, NORTH CAROLINA

GENTLEMEN:

WE HAVE EXAMINED THE FINANCIAL STATEMENTS OF THE TOWN OF LAKE LURE ALCOHOLIC BEVERAGE CONTROL BOARD FOR THE YEAR ENDED JUNE 30, 1983, AND HAVE ISSUED OUR REPORT THEREON DATED JULY 15, 1983. AS PART OF OUR EXAMINATION WE MADE A STUDY AND EVALUATION OF THE STORE'S SYSTEM OF INTERNAL CONTROL TO THE EXTENT WE CONSIDERED NECESSARY TO EVALUATE THE SYSTEM AS REQUIRED BY GENERALLY ACCEPTED AUDITING STANDARDS.

OUR EXAMINATION OF THE FINANCIAL STATEMENTS MADE IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS, INCLUDING THE STUDY AND EVALUATION OF THE STORE'S SYSTEM OF INTERNAL CONTROL FOR THE YEAR ENDED JUNE 30, 1983, WOULD NOT NECESSARILY DISCLOSE ALL WEAKNESSES IN THE SYSTEM BECAUSE IT WAS BASED UPON SELECTIVE TESTS OF THE ACCOUNTING RECORDS AND RELATED DATA.

THERE ARE INHERENT LIMITATIONS OF INTERNAL CONTROL IN SITUATIONS INVOLVING LIMITED PERSONNEL. OF THE INTERNAL CONTROLS WHICH ARE IN EFFECT WE FOUND NO MATERIAL WEAKNESSES IN THE EXISTING SYSTEM. WE FEEL THAT THE RECORDS OF THE BOARD ARE COMPLETE AND THE INTERNAL CONTROL PROCEDURES USED BY THE BOARD ARE ADEQUATE FOR THE SITUATION.

WE ARE SUBMITTING STATISTICAL INFORMATION COMPARING VARIOUS AMOUNTS FROM THE FISCAL YEARS ENDED JUNE 30, 1982 AND JUNE 30, 1983.

	YEAR ENDED 6-30-83	%	YEAR ENDED 6-30-82	%
NET SALES	\$171,797.57	100.00	\$161,965.83	100.00
COST OF SALES	<u>126,697.91</u>	<u>73.75</u>	<u>118,793.42</u>	<u>73.34</u>
GROSS PROFIT	45,099.66	26.25	43,172.41	26.66
OTHER INCOME	<u>1,081.69</u>	<u>.63</u>	<u>543.43</u>	<u>.33</u>
	46,181.35	26.88	43,715.84	26.99
OPERATING EXPENSES	<u>44,961.82</u>	<u>26.17</u>	<u>54,890.30</u>	<u>33.89</u>
INCOME BEFORE DEPRECIATION AND AMORTIZATION	1,219.53	.71	(11,174.46)	(6.90)
AMORTIZATION AND DEPRECIATION	<u>6,050.69</u>	<u>3.52</u>	<u>6,055.69</u>	<u>3.74</u>
NET LOSS FOR THE YEAR	<u>\$ (4,831.16)</u>	<u>(2.81)</u>	<u>\$(17,230.15)</u>	<u>(10.64)</u>

	AMOUNT	%
INCREASE IN GROSS PROFIT	\$ 1,927.25	4.46
INCREASE IN OTHER INCOME	538.26	99.05
DECREASE IN OPERATING EXPENSE	9,928.48	18.08
DECREASE IN AMORTIZATION AND DEPRECIATION	<u>5.00</u>	.09
DECREASE IN NET LOSS	<u>\$12,398.99</u>	
INCREASE IN SALES	<u>\$ 9,831.74</u>	6.07

	1983	1982
INVENTORY TURNOVER	<u>5.86</u>	<u>4.03</u>
INTEREST EXPENSE	<u>\$14,769.87</u>	<u>\$15,328.76</u>

THE DECREASE IN THE CURRENT YEAR'S LOSS WAS DUE PRIMARILY TO A DECREASE IN OPERATING EXPENSES, PRINCIPALLY SALARIES, COUPLED WITH A 6% INCREASE IN SALES. THE BOARD'S WORKING CAPITAL IMPROVED OVER THE PRIOR YEAR MAINLY BY A REDUCTION OF NOTES PAYABLE. THE BOARD IS CURRENTLY FUNDING PAYMENT OF INDEBTEDNESS BY NON-FUNDED CHARGES, DEPRECIATION AND AMORTIZATION, WHICH DO NOT REQUIRE AN OUTLAY OF CASH. IT SHOULD BE NOTED THAT THE BOARD ALSO PAID THE SALARIES OF THE BOARD

MEMBERS DURING THE CURRENT YEAR. THIS EXPENSE IN PREVIOUS PERIODS HAD BEEN
ADVANCED BY THE TOWN OF LAKE LURE.

WE WOULD LIKE TO EXPRESS OUR APPRECIATION TO THE BOARD AND BOARD EMPLOYEES
FOR THEIR COOPERATION AND RESPONSE WHICH WE RECEIVED DURING THE COURSE OF OUR
AUDIT.

VERY TRULY YOURS,

BOLICK, RUPPE & ASSOCIATES, P.A.


JAMES H. RUPPE, CPA

JULY 15, 1983