

**MI-Connection
Board of Directors Meeting
Open Session
June 24, 2010**



On June 24, 2010, the Board of Directors of MI-Connection held a meeting beginning at 7:30 am in the MI-Connection Board Room, 420 S. Academy Street, Mooresville, NC.

Present were Board members, John Kasberger, Ken Essex, and Rick Howard. Attending by telephone were Board members, Dawn Huston, John Venzon, and Steve Miller. Also present by telephone were MIC's counsel, Nick Miller and Gail Karish. Present in person were Mooresville Finance Director, Maia Setzer, and Davidson Finance Director, Eric Hardy. Present in person were Alan Hall and Nola Perkins. Present by teleconferencing was Kyle Hollifield. Also present were a representative of the press, David Boraks, and a member of the public, Thomas Thon.

John Kasberger called the meeting to order.

John Venzon gave an update on the status of the fiscal year 2011 budget. He advised that at this time the Town of Mooresville had not passed its 2011 budget. Therefore, the MIC Board is not in a position to adopt its fiscal year 2011 budget. The Mooresville Board of Commissioners is scheduled to meet to consider its budget on Monday June 28, 2010. There will be a special teleconference MIC Board meeting on Wednesday June 30, 2010, at 4:00 pm to consider approval of its fiscal year 2011 budget. Notice of the special meeting will be published in usual manner.

Mr. Kasberger gave an update on the status of NC legislation which will address MIC's right to a refund of sales taxes. Mr. Kasberger advised that passage of the legislation was expected but there was not yet a resolution. Nick Miller advised that there is a possible appeal of the tax ruling denying MIC's refund request, and the date to file the appeal is July 19, 2010. Counsel is not planning to take action until the result of the legislative remedy is known.

Mr. Essex made motions to adopt the minutes of the April 29, May 7 and May 27, 2010 meetings. The minutes were adopted by unanimous vote.

Alan Hall discussed the month end summary report for May 2010. He stated that MIC is gaining a lot of customers in data and voice. He stated that overall the RGU's were up 10.2 % year-over-year. He stated that Time Warner Cable is engaged in some overbuilding. Mr. Hall stated that 21 commercial customers were added in April and May.

Mr. Kasberger postponed the "Board's evaluation" agenda item until the next meeting.

Ms. Huston gave an update on a meeting she attended of the Mooresville citizen advisory committee. She said the meeting was a positive one, and the committee is developing ways to support MIC.

Mr. Kasberger asked if there were any additional issues that needed to be discussed in open session, and no such issues were raised. A motion was made to move into closed session for the purpose of discussing privileged matters, including receiving legal advice from counsel, and the motion passed.

After returning to open session, the meeting was adjourned.