

**MI-Connection
Board of Directors Meeting
Open Session
January 28, 2010**

On January 28, 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, Dawn Huston, John Venzon, Rick Howard, Ken Essex, and Steve Miller. Present from the Town of Davidson was Town Manager, Leamon Brice, and from the Town of Mooresville, Mayor Montgomery and Maia Stezer. Attending by telephone were MIC's counsel, Nick Miller and Gail Karish. Present in person were Frank Radar, Alan Hall, Nola Perkins and members of the press.

The meeting was called to order by John Kasberger.

John Kasberger opened the meeting with the introduction of Rick Howard, who is the newest appointed Board member representing Mooresville.

John Kasberger made a motion to change the way in which minutes are distributed and accepted, and the motion was passed. Under the new procedure, upon completion of the draft of each set of minutes by the Board's secretary (currently Mr. Essex) and after review of the minutes by MIC's counsel, the minutes will be circulated by mail or by e-mail to the Board members. The intent is to allow Board members to review the minutes before they are submitted for approval at the next Board meeting.

Alan Hall presented a newly revised rate sheet which now will be distributed to new and existing customers. Mr. Hall also presented the month-end summary for December.

John Venzon proposed that the management adopt financial reporting practices that are in line with private sector financial reporting--specifically by reporting year-over-year financial information on a quarterly basis for distribution only to the Board and to the Town Managers. The motion passed unanimously.

Mr. Hall presented the restated budget with a foot note regarding the North Carolina sales tax refund issue which still is being discussed with tax officials. John Venzon will present the restated budget to the Town of Davidson and John Kasberger will present it to Mooresville. A motion was made to accept the restated budget and the motion passed by unanimous vote.

Nick Miller briefed the Board on its annual obligation under the Interlocal Agreement to determine the respective ownership shares of the Towns of Mooresville and Davidson (the "Operating Parties"). He reported that BVU had performed a calculation to determine the ownership shares as of June 30, 2009, and he presented for the Board's consideration a proposed Resolution approving the annual allocation based upon numbers of subscribers. After discussion, a motion was made to adopt the Resolution. The motion was seconded and adopted.

Mr. Kasberger asked if there were any additional issues which required discussion in the 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.