

**From:** Michael Brough [brough@broughlawfirm.com]  
**Sent:** Wednesday, April 16, 2014 4:11 PM  
**To:** Patricia J. McGuire  
**Cc:** Ralph Karpinos (rkarpinos@townofchapelhill.org)  
**Subject:** Karpinos opinion

Trish:

I spoke with Ralph Karpinos again today about his opinion as to whether the proposed utility district for the Rogers Road area would provide an opportunity for Chapel Hill to participate in the funding of the extension of sewer lines within the district. I explained my thinking that, if the district includes properties that are within the corporate limits of Carrboro or Chapel Hill, the towns (and the County) could contribute to the district's cost of extending sewer lines into the district without attempting to go through some tortured analysis in an attempt to ensure that the funds contributed by the three local governments are somehow proportional to the customers or properties that the three local governments, respectively, could serve on their own if there were no district. Thus, assuming that there are some properties within the district that are also within Chapel Hill's corporate limits (as a result of the voluntary annexation of such properties), such as the Green Tract, all three local governments could contribute to the district's cost of extending sewer lines throughout this district. Furthermore, they could elect to make such contributions according to the 43/43/14% basis used in the past.

Ralph said that he was open to this as a possibility, but wanted to get more information about the specifics of the utility district proposal before providing a firmer opinion.

Mike