MINUTES
DAVIE COUNTY BOARD OF COMMISSIONERS
MONDAY, JANUARY 7, 2008
SPECIAL MEETING

The Davie County Board of Commissioners and the Board of Commissioners for the Town of Mocksville met in a special joint session at 5:30 p.m., Monday, January 7, 2008 in the Commissioners' Room of the Davie County Administration Building.

County Commissioners Present:
Tom Fleming, Chairman
Chris Anderson, Vice-Chairman
John L. Frye
Bobby H. Knight
Richard B. Poindexter

County Commissioners Absent:
None

Staff Present:
Terry L. Bralley, County Manager
James J. Stockert, Deputy County Manager/Finance Director
Beth M. Dirks, Assistant County Manager/Human Resource Director
Sally W. Smith, County Attorney
Brenda B. Hunter, Clerk to the Board

Town Commissioners Present:
Richard Broadway
J. C. "Buster" Cleary
William "Bill" Foster
Lee Rollins
Lash Sanford
Dr. Francis Slate, Mayor

Town Commissioners Absent:
None

Staff Present:
Christine Sanders, Town Manager/Clerk to the Board
Henry P. VanHoy, II, Attorney
Beth Thompson

Chairman Fleming called the meeting of the Davie County Board of Commissioners to order.

Mr. Terry Bralley, County Manager and Chair of the Economic Development Council, explained that Avgol America, Inc. purchased its Mocksville facility in 2001 from Unifi. Avgol America, Inc. is proposing to expand the manufacturing facility at the Mocksville site by adding 25-40 new jobs and investing at least $25,000,000.00. This will be Avgol's third expansion at the Mocksville facility.

The proposed agreement is performance based with the Davie County and the Town of Mocksville reimbursing Avgol a total sum of Five Hundred Thousand Dollars ($500,000.00) for the actual cost of improvements. The reimbursement will be made forty percent (40%) or $200,000.00 by the Town and sixty percent (60%) or $300,000.00 by the County. The County estimates that it will recover the economic reimbursement incentive investment within approximately 2 to 2 ½ years.

Public Hearing – Agreement for Economic Development Assistance for Avgol America, Inc. The purpose of the hearing is to receive public comment regarding appropriations for the purpose of aiding and encouraging industrial enterprises through an Agreement for Economic Development Assistance between Davie County, the Town of Mocksville, and Avgol America, Inc.

Mr. Terry Bralley, County Manager, opened the public hearing and asked if there was anyone present who wished to comment.

There being no one present who wished to comment, Mr. Bralley closed the public hearing.

Resolution Authorizing the Expenditure of Funds for an Economic Development Project and Approving an Agreement with the Town of Mocksville and Avgol America, Inc.: Commissioner Frye made a motion to approve the Resolution authorizing the Expenditure of Funds for an economic Development Project and Approving an Agreement with the Town of Mocksville and Avgol America, Inc. as per resolution incorporated as part of the minutes. Commissioner Poindexter seconded the motion. The motion passed 5-0.

Attachment A

Adjournment: Commissioner Frye made a motion to adjourn at 5:40 p.m. Commissioner Poindexter seconded the motion. The motion passed 5-0.

Brenda B. Hunter
Brenda B. Hunter, Clerk
Board of Commissioners

Thomas G. Fleming, Chairman
Board of Commissioners

ATTACHMENT A

RESOLUTION AUTHORIZING THE EXPENDITURE OF FUNDS FOR AN ECONOMIC DEVELOPMENT PROJECT AND APPROVING AN AGREEMENT WITH THE TOWN OF MOCKSVILLE AND AVGOL AMERICA, INC.

WHEREAS, The Town of Mocksville (the "Town"), the County of Davie (the "County") and Avgol America, Inc. ("Avgol") have entered into previous economic incentive agreements; and

WHEREAS, Avgol proposes to construct additional improvements to its facility which will add at least 40 new jobs and will result in adding $25,000,000.00 (the "New Investment") to the tax base of the Town and the County; and

WHEREAS, Avgol has requested that the Town and County to extend an additional reimbursement incentive in the total amount of $500,000.000 to be paid 40% by the Town and 60% by the County provided Avgol makes the New Investment; and

WHEREAS, the New Investment will stimulate the local economy, promote business, result in the creation of a substantial number of jobs in the County and will increase the tax base of the County; and

WHEREAS, the County estimates it will recover the economic reimbursement incentive investment within approximately two and one half years through tax revenue generated from the New Investment; and

WHEREAS, providing economic reimbursement incentives to the New Investment for site preparation, upfitting the new facility, and acquiring new equipment and machinery falls within the parameters of the practice of the County and the provisions of NCGS 158 -7.1; and

WHEREAS, the Board of Commissioners of the County of Davie has held a duly advertised public hearing on the proposed economic incentive investment.

NOW, THEREFORE, BE IT RESOLVED that the Board of Commissioners approves the granting of an economic reimbursement investment incentive of up to $300,000.00 from the General and Reserve Funds for site preparation, upfitting the new facility, and acquiring new equipment and machinery for the New Project conditioned upon approval by the Town of Mocksville of a similar incentive of at least $200,000.00 with the ratio of payment of the incentives being 40% by the Town and 60% by the County;

BE IT FURTHER RESOLVED that the Board of Commissioners of the County of Davie approves the attached economic Agreement for Economic Development Assistance (or in a form substantially similar thereto) and authorizes the Manager and Clerk to execute and implement the same.

Adopted this 7th day of January, 2008.

COUNTY OF DAVIE

By: _____
Thomas G. Fleming, Chairman

Attest:

Brenda B. Hunter
Brenda B Hunter, Clerk