



IDA

Russell County, VA

Agenda Packet

Thursday, April 11, 2019

Bonanza Family Restaurant

5:30 P.M.

Virginia Code

Closed Sessions 2.2-3711

- 1. Personnel**
- 3. Acquisition/Sale of Property**
- 4. Privacy of Individuals**
- 5. Prospective Unannounced Business**
- 7 & 8. Legal**



IDA Russell County, VA

Industrial Development Authority of
Russell County, Virginia

April 11, 2019

AGENDA

The Industrial Development Authority of Russell County Virginia will hold its regular monthly meeting on April 11, 2019 at Bonanza Family Restaurant Main Street, Lebanon, Virginia, and beginning at 5:30 PM.

- 1. Call to Order**
- 2. Roll Call**
- 3. Approval of Minutes**
- 4. Approval of Financial and Treasurer's Report**
- 5. Guest Presentations**
- 6. Recess for Meal**
- 7. Attorney's Report**
- 8. Chairman's Report**
- 9. Old Business**
- 10. New Business**
- 11. Closed Session as permitted by Virginia Code #2.2-3711**
- 12. Adjourn Meeting**

Attachments

- a. Accounts payable invoices (Page A1 -A2)***

March 14, 2019

The Regular monthly meeting of the Industrial Development Authority of Russell County, Virginia was held on March 14, 2019, at 5:30 P.M. at Bonanza Family Restaurant, Main Street, Lebanon, Virginia.

MEMBERS

PRESENT: Ernie McFaddin, Chairman
Richard Lockridge, Vice Chairman
Carlton Elliott, Secretary
Tony Dodi, Member
Mike Hincer, Member
David Mullins, Member

ABSENT: Jarred Glass, Member
Scott Gilmer, Member
Roger Sword, Member

STAFF: Ben Chafin, Attorney

GUEST:

The Chairman called the meeting to order at 5:44 P.M.

Secretary called the roll and recorded the roll call.

APPROVAL OF MINUTES

Upon motion made by Tony Dodi, second by David Mullins and duly approved by the Industrial Development Authority of Russell County, Virginia to approve the minutes of the February 12, 2019 meeting.

The Vote was:

Aye: R. Lockridge, C. Elliott, M. Hincer, T. Dodi, D. Mullins

Absent: J, Glass, S. Gilmer, R. Sword

Nay: None

FINANCIAL REPORT

Upon motion made by Richard Lockridge, second by Mike Hincer, and duly approved by the Industrial Development Authority of Russell County, Virginia to approve the paying the bills and tabling the Financial Report of March 14, 2019 pending corrections.

The Vote was:

Aye: R. Lockridge, C. Elliott, M. Hinchler, T. Dodi, D. Mullins

Absent: J. Glass, S. Gilmer, R. Sword

Nay: None

PUBLIC COMMENT

No Comment

ATTORNEY'S REPORT

The attorney presented a resolution to the IDA regarding Phase II of Project "Reclaim".

The attorney presented a resolution of support for the VCC loan application regarding to Project "Blue Jay"

Upon motion made by Tony Dodi, second by Richard Lockridge, and duly approved by the Industrial Development Authority of Russell County, Virginia adopting a resolution of support for the VCC loan application regarding Project "Blue Jay" and authorizing the Chairman to sign any and all documents in conjunction with the VCC loan for Project "Blue Jay".

The Roll Call Vote was:

Aye: R. Lockridge, C. Elliott, M. Hinchler, T. Dodi, D. Mullins

Absent: J. Glass, S. Gilmer, R. Sword

Nay: None

CHAIRMAN'S REPORT

The chairman reported the DSS office is operational.

The Chairman reported Project "Blue Jay" is not eligible for tobacco money because the parameters have changed for the granting program. The average salary to qualify for tobacco grants is now \$40,000.00 per year.

The CPPD is going to begin the process to release funds from the Sunset Fund for economic purposes.

The water line to the shell building for Project "Blue Jay" has to be replaced with an 8-inch line.

CLOSED SESSION

Upon motion made by Carlton Elliott, second by Mike Hinchler and duly approved by the Industrial Development Authority of Russell County, Virginia to enter Closed Session as permitted by, VA Code #2.2-3711 (3) Property (5) Prospective unannounced industry (7) & (8) Legal Counsel.

The Vote was:

Aye: R. Lockridge, C. Elliott, M. Hinchler, T. Dodi, D. Mullins

Absent: J, Glass, S. Gilmer, R. Sword

Nay: None

RECONVENE TO PUBLIC SESSION

Upon motion made by Tony Dodi, second by Carlton Elliott, and duly approved by The Industrial Development Authority of Russell County, Virginia, the Chairman called the meeting back into regular session and requested the “Certification Motion after reconvening in Public Session”.

The Vote was:

Aye: R. Lockridge, C. Elliott, M. Hinchler, T. Dodi, D. Mullins

Absent: J, Glass, S. Gilmer, R. Sword

Nay: None

CERTIFICATION AFTER RECONVENING IN PUBLIC SESSION

The Industrial Development Authority of Russell County, Virginia hereby certifies that, in the closed session just concluded, nothing was discussed except the matter or matters (1) specifically identified in the motion to convene in closed session and (2) lawfully permitted to be so discussed under the provision of the Virginia Freedom of Information Act cited in that motion.

The Roll Vote Was:

Ernie McFaddin	Yes	Roger Sword	Absent
Carlton Elliott	Yes	Mike Hinchler	Yes
Scott Gilmer	Absent	Jarred Glass	Absent
Tony Dodi	Yes	David Mullins	Yes
		Richard Lockridge	Yes

MOTIONS FROM CLOSED SESSION

Upon motion made by Tony Dodi, second by Richard Lockridge, and duly approved by the Industrial Development Authority of Russell County, Virginia

adopting a resolution supporting Phase II of Project “Reclaim” with Russell County Reclamation, LLC.

The Vote was:

Aye: R. Lockridge, C. Elliott, T. Dodi, D. Mullins

Absent: J. Glass, S. Gilmer, R. Sword

Abstain: M. Hinchler

Nay: None

ADJOURNMENT

Upon motion made by Tony Dodi, second by Richard Lockridge, and duly approved by the Industrial Development Authority of Russell County, Virginia adjourning this meeting at 9:05 PM.

The Vote was:

Aye: R. Lockridge, C. Elliott, M. Hinchler, T. Dodi, D. Mullins

Absent: J. Glass, S. Gilmer, R. Sword

Nay: None

**RESOLUTION OF THE RUSSELL COUNTY IDA, VIRGINIA,
IN SUPPORT OF THE VCC LOAN APPLICATION FOR PROJECT BLUE JAY**

WHEREAS, the Russell County IDA supports the efforts of local businesses, by utilizing all available resources, to obtain a loan from Virginia Community Capital Bank (VCC) for Project Blue Jay in the 2018-19 fiscal year in the amount of \$2,700,000; and

WHEREAS, these funds will be used to purchase equipment for their new location and enhance the company's opportunity for growth within the county; and

WHEREAS, the Russell County IDA with the assistance from VCC will use this loan to stimulate the creation and retention of jobs within the county to continue the diversification of the local economy; and

WHEREAS, the Russell County IDA with assistance from VCC will capitalize on the skills and talents of our local residents and provide financial assistance to this project in an effort to improve the longevity and success of the business; and

NOW THEREFORE, BE IT RESOLVED that the Russell County IDA is in full support of obtaining a loan from VCC for Project Blue Jay and hereby authorize the chairman to sign and execute all necessary documents as required by the lender.

ADOPTED this 14th day of March, 2019.

This resolution shall take effect immediately upon its adoption.

The Members of the Board vote as follows: March 14, 2019

	<u>Ayes</u>	<u>Nays</u>	<u>Absent</u>
ERNIE MCFADDIN	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
DICKY LOCKRIDGE	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
CARLTON ELLIOTT	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
ROGER SWORD	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
MIKE HINCHER	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
DAVID MULLINS	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
SCOTT GILMER	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
TONY DODI	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JARRED GLASS	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

CERTIFICATE

The undersigned ^{Secretary}~~Clerk~~ of the Russell County IDA, Virginia, certifies that the foregoing is a true, correct and complete copy of a Resolution adopted by the Affirmative vote of a majority of the Russell County IDA members present at a special called meeting of the Russell County IDA duly called and held on March 14, 2019, at which meeting a quorum was present and acting throughout.

Dated: March 14, 2019



Clerk, Russell County IDA
^{Secretary}
(Seal)

**RESOLUTION OF THE INDUSTRIAL
DEVELOPMENT AUTHORITY OF RUSSELL COUNTY, VIRGINIA**

WHEREAS, the Industrial Development Authority of Russell County, Virginia referred to as "the IDA" is in full support of Russell County Reclamation, LLC, referred to as RCR, in RCR's effort to reclaim a pre-1977 AML feature located in Russell County, Virginia, and the repurposing of this site as part of a new regional industrial park; and

WHEREAS, the IDA and RCR are in a continuing public/private partnership to further enhance the reclamation of this site by adding additional backfill material to make the reclaimed site much more desirable and marketable as new economic development product for economic developers to market to prospective businesses; and

WHEREAS, the IDA strongly supports RCR's Phase 2 OSM Pilot Grant Application that will provide more backfill material that makes the development of this acreage much more attractive to prospective businesses; and

WHEREAS, as part of RCR's Phase 2 OSM Pilot Grant Application, the IDA also supports the funding request for a construction allowance to offset a portion of the building construction costs that are sited within the AML footprint for a prospective business; and

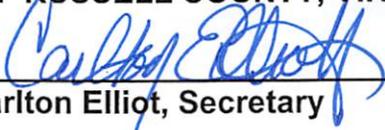
WHEREAS, the IDA and the Virginia Coalfield Economic Development Authority are jointly pursuing a specific economic development prospect who desires to occupy this site once reclaimed with the Phase 2 OSM Pilot Grant being what could be the critical financial incentive to create the catalyst to "close the deal".

NOW, THEREFORE, BE IT RESOLVED that the IDA hereby requests that the application for grant funding in the amount of \$1,647,780.00 made by RCR for the benefit of the IDA, Russell County, Virginia, and the region, be acted upon favorably in order to create additional acreage for the new industrial site and an additional developable industrial pad.

AND, BE IT FURTHER RESOLVED that the IDA hereby requests that the application for grant funding in the amount of \$1,912,500.00, made by RCR for the benefit of the IDA, Russell County, Virginia, and the region, be acted upon favorably to assist with approximately 25% of specific enhancements for an active prospect, including buying down the cost of a proposed 170,000 square foot building.

Dated: March 14, 2019.

**INDUSTRIAL DEVELOPMENT AUTHORITY
OF RUSSELL COUNTY, VIRGINIA**



Carlton Elliot, Secretary



Invoice Number: 142220

Invoice Date: 03/12/2019

Bill To: Russell County IDA
P.O. Box 2378
Lebanon, VA 24266

Customer: Russell County IDA
135 Highland Dr.
Lebanon, VA 24266

Table with 5 main columns: Account No, Payment Terms, Due Date, Invoice Total, Balance Due. Sub-table with 6 columns: Contract Number, Contact, Contract Amount, P.O. Number, Start Date, Exp. Date.

Summary:

Contract base rate charge for this billing period \$0.00
Contract overage charge for the 02/09/2019 to 03/08/2019 overage period \$166.91**

Detail:

Equipment included under this contract

Xerox/7835

Table with columns: Number, Serial Number, Base Adj., Location, Meter Type, Meter Group, Begin Meter, End Meter, Credits, Total, Covered, Billable, Rate, Overage.

Effective June 1, 2012 a 1.5% finance charge per month will accrue after 30 days.

Summary table: Invoice Subtotal: \$166.91, Exempt: \$0.00, Total Tax: \$0.00, Invoice Total: \$166.91

SUSANS CLEANING SERVICE
 261 WARNER SUB-DIVISION RD
 LEBANON VA 24266



DATE	AMOUNT:
Cleaning MARCH 2019	
MARCH 1	
5-6-8	
12-13-15	
19-20-22	
26-27-29	

TOTAL

\$ 1,516.00

Thank you
 Susan Bowling