

November 20, 2017

The Board of Commissioners of Franklin County, North Carolina, met for its Regular Meeting at 7:00 P.M. in the Commissioner's Conference Room located in the County Administration Building with the following Commissioners present: Chairman Cedric K. Jones, Vice-Chairman Sidney E. Dunston, Commissioners Michael S. Schriver, David T. Bunn, Mark Speed, Harry L. Foy, Jr. and Shelley L. Dickerson.

Chairman Jones called the meeting to order and asked the Board to consider an addendum to the consent agenda. The item would be considered Item 1-C (NE Franklin Community Project MOU/Resolution) as part of the consent agenda. Commissioner Dunston made the motion to amend the agenda, seconded by Commissioner Speed. The motion duly carried approval with all present voting "AYE."

Chairman Jones then asked the Board to consider approval of the consent agenda. Commissioner Dunston made a motion to approve the consent agenda, seconded by Commissioner Speed. The motion duly carried approval with all present voting "AYE."

The items approved are as follows.

1. CONSENT AGENDA

- A. Releases, Adjustments, Refunds, and Tax Collection Report
- B. Petition for Relief of Penalties
- C. NE Franklin Community Project MOU/Resolution

2. COMMENTS FROM THE PUBLIC

This was the time set aside by the Board of Commissioners to allow individuals five minutes to address the Board on issues concerning the county.

Felix Allen, 408 North Main Street, Louisburg, NC

- Mr. Allen provided an update on the restoration of the old Franklin County Jail (East Nash Street, Louisburg) led by the Tar River Center for History and Culture. He said phase one of the restoration is now final, but encouraged the county to keep momentum and consider appointing a committee to develop a plan to finish other projects there. He said full restoration would involve significant planning and funding and suggested future use might house a visitor center/Tourism Development Authority. Mr. Allen returned the keys to the facility to the County Manager.

Twig Wiggins, 420 Clubhouse Drive, Youngsville, NC

- Mr. Wiggins stated he was a former educator leading a fundraiser (raffle) to benefit teachers in Franklin County. He encouraged the Board and staff to participate by purchasing a ticket.

Art Wright, 14 Ramey Circle, Franklinton, NC

- Mr. Wright currently serves as Mayor of the Town of Franklinton. He provided a brief update regarding the old cotton mill project. He said the property had been purchased and closing was now complete. The project will include 96 apartment units. The project has an aggressive one-year completion timeline.

Maury York, 100 East Noble Street, Louisburg, NC

- Mr. York thanked the Board and Manager for support of the old Franklin County Jail project. He also thanked all county staff for its contributions to the project.

3. PUBLIC HEARING

Incentive Request: Atlantic Packaging Expansion

Atlantic Corporation of Wilmington, Inc., with a location in Youngsville operating as Atlantic Packaging, is considering an expansion of their facility in Franklin County.

Today, they have 38 full time employees located in the facility at 165 Weathers St., Youngsville, NC.

The proposed expansion would add an additional 33,000 sq. ft. warehouse located in front of the existing facility. The expansion would add four new jobs while retaining the existing 38 jobs.

The total investment that will be made by Atlantic Packaging is \$1,650,000.00. The tax valuation of the new investment is \$1,650,000.00 with a four-year tax yield on the new investment of \$59,072.00.

Following the Franklin County Economic Development Incentive Policy guidelines, the Economic Development Commission requested consideration of a 3% incentive of the total increase in tax valuation equaling \$49,500.00 paid over four (4) years at \$12,375.00 annually after taxes are paid.

The following presentation was provided.





Company Profile

- ▶ Founded in Tabor City, NC in 1946
- ▶ Market leader in industrial packaging
- ▶ Services business for packaging equipment, materials, engineering, technical service, supplies, and inventory control.

▶ Customers Served:

- Pharmaceuticals, Automotive, Food, Cosmetics, others
- Selected customers include:







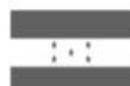

11/20/2017

					
Youngsville Raleigh Charlotte Greensboro (2) Hickory Tabor City Wilmington	Atlanta Dalton	Charleston Greenville	Dallas	Hazleton	Memphis

“ We now have a national footprint of 16 facilities in the U.S. that provide jobs to 740 employees and over 100 temps. Offshore, we employ an additional 105 employees in 2 facilities located in the Dominican Republic and Honduras.

All total, today Atlantic provides approximately 950 jobs.”



					
Sturgis	Green Bay <small>11/20/2017</small>	Seattle	Denver	Dominican Republic	Honduras <small>11/20/2017</small>



Franklin County Operation

- ▶ Located: Youngsville Commerce Center (165 Weathers Street, Youngsville)
- ▶ Footprint: 45,008 square foot facility
- ▶ Employs: 38



11/20/2017

Atlantic Packaging Project Wave (Expansion Opportunity)

- ▶ Warehouse and logistical operation responsible for industrial packaging solutions
- ▶ Timeline: Proposed: January 2018 Proposed Completion: August 2018
- Construction of a 33,000 square foot warehouse attached to existing facility
- ▶ Estimated Investment: \$1,650,000
- ▶ Expected Jobs: 4
- ▶ Jobs Retained: 38
- ▶ Average Wage: \$17.53/hr.
- ▶ Benefit Package: Health insurance, 401(k), Profit sharing
- ▶ Competition: Looking at several sites





11/20/2017

Expansion Opportunity

Investment Breakdown



Project Wave	Investment
New Building	\$1,650,000
*Estimated Assessed Valuation	\$1,650,000
Incentive Request	3% of \$1,650,000 = \$49,500
**Annual Incentive for four years	\$12,375
***Four-Year Tax Yield	\$59,072 (\$14,768 a year)



* Would be effective with tax year 2019
 ** Paid only after taxes are paid
 *** Per Tax Administrator

11/20/2017



ATLANTIC

P A C K A G I N G

11/20/2017



time for questions

Request: Approval of 3% incentive for Atlantic Packaging expansion per Franklin County Incentive Policy

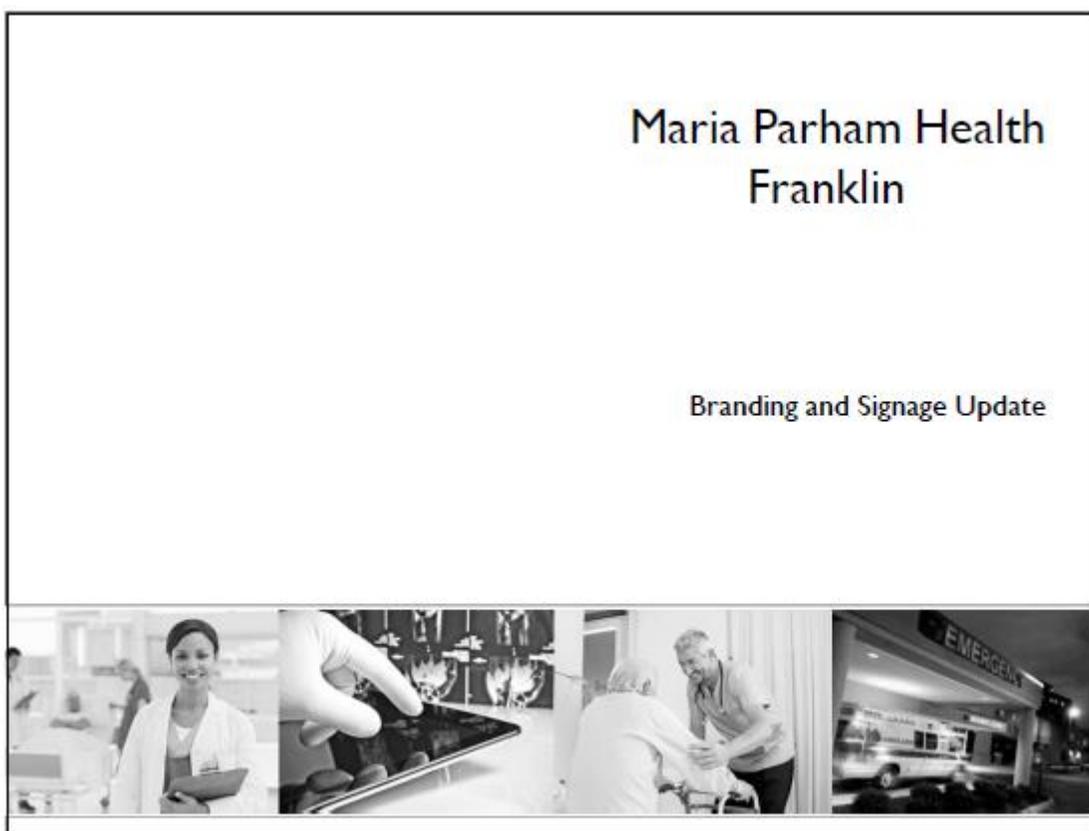
Chairman Jones opened and closed the public hearing at 7:16 P.M. with no comments shared.

Commissioner Bunn made a motion to approve an incentive for Atlantic Corporation of Wilmington, Inc. – Franklin County location doing business as Atlantic Packaging. The motion was seconded by Commissioner Speed and duly carried approval with all present voting “AYE.”

4. UPDATE: MARIA PARHAM HEALTH, DUKE LIFEPOINT HEALTHCARE

Bert Beard, Chief Executive Officer of Maria Parham Health, Duke LifePoint Healthcare, provided an update on the status of the signage and logo for use at the hospital in Franklin County. Mr. Beard presented the new logo and projected the hospital would open in June/July 2018.

The following presentation was shared.



MARIA PARHAM
FRANKLIN

Duke LifePoint Healthcare

EMERGENCY ROOM MARIA PARHAM FRANKLIN	MARIA PARHAM FRANKLIN Behavioral Health
<hr/> <p>Duke LifePoint Healthcare</p>	<hr/> <p>Duke LifePoint Healthcare</p>

**COMING
SOON**

MARIA PARHAM
FRANKLIN

Duke LifePoint Healthcare



No action was requested or taken.

5. ENGINEERING MASTER SERVICES AGREEMENT

The county is required by the North Carolina Department of Transportation to review and certify the Airport's Engineer of Record every five years. Michael Baker Engineering was selected and supported by the Airport Commission at its meeting on October 10 2017. The Board was asked to consider accepting Michael Baker Engineering as the engineer of record for Triangle North Executive Airport. According to Airport Manager Stephen Merritt, no commitment of funds is required.

Commissioner Bunn made a motion to approve the Engineering Master Services Agreement. The motion was seconded by Commissioner Dunston and duly carried approval with all present voting "AYE."

6. FRANKLINTON SEWER REHAB PHASE II CHANGE ORDER

A change order was needed to adjust the total of the job for additional work needed due to field conditions. The sewer line on Hillsboro Street and Green Street (NC 56) was lacking the structural integrity to support a CIPP (Cure in Place Pipe). Another alternative had to be determined. The engineer and Utilities staff decided on a jack and bore pipe replacement at a cost of \$69,141.19. This project is funded by state grant funds and this change order is eligible. The county would pay minor closing costs for the increased amount, similar to change order #1.

The following presentation was offered.



FRANKLIN COUNTY PUBLIC UTILITIES DEPARTMENT

FRANKLINTON SEWER PHASE II CHANGE ORDER #2

County Commission Meeting
20-NOV-17

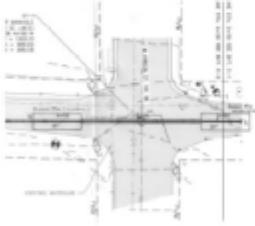
FRANKLINTON SEWER PROJECT PHASE II



- Bid Opening – February 9, 2017
- Bid Award – March 6, 2017
- Notice To Proceed Issued – April 25, 2017
- Current Progress – 208 days through November 19, 2017
- Final Completion – November 26, 2017 (6 days)
- Change Order #1 approved on September 18, 2017



FRANKLINTON SEWER PROJECT PHASE II



- Change Order #2 Staff approval – October 31, 2017
- Change Order #2 NCDEQ Eligibility Approval – November 1, 2017

Original Bid Amount	\$1,038,034.00
CO #1	\$55,446.64
CO #2	\$69,141.19
NEW CONTRACT AMOUNT	\$1,162,621.83

Tie into 12" outfall (MHST#59)	\$5,599.69
Jack and Bore (MH ST39-ST1-ST2)	\$63,541.50
TOTAL	\$69,141.19



Commissioner Schriver made a motion to approve the change order, seconded by Commissioner Bunn. The motion duly carried approval with all present voting “AYE.”

7. PURCHASE OF CEDAR CREEK SOCCER FIELD PROPERTY

The Board was asked to consider approval to purchase three acres (together with an access easement) from Marshall Winston & Sarah Wiggins and Russell & Ardythe Wiggins for a proposed soccer field at Cedar Creek Middle School for a purchase price of \$102,000.

Commissioner Schriver made a motion to approve the land purchase in the amount of \$102,000. The motion was seconded by Commissioner Bunn and duly carried approval with all present voting "AYE."

8. LOAN FOR YOUNGSVILLE PROJECT

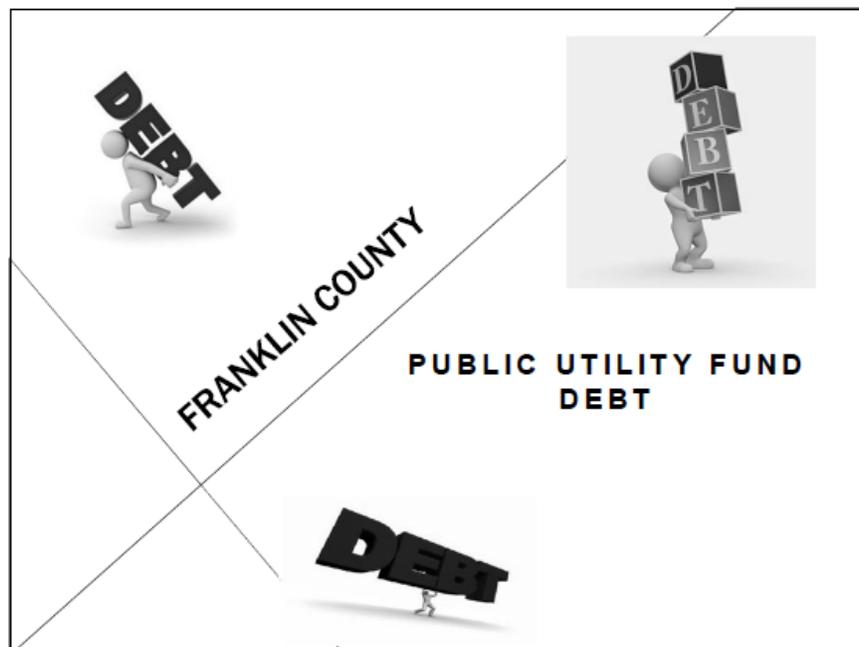
The county has been awarded a low interest loan to fund the Youngsville/Franklinton sewer upgrades. Staff agrees the county currently has adequate funds on hand to complete the project over two fiscal years. Construction should start in March, 2018 and is expected to be complete by November, 2018. Interim Finance Director Chuck Murray presented current financials and related debt in the Public Utility Fund.

The following presentation was shared.

FRANKLIN COUNTY

**LOAN OFFER \$1.9 MILLION AT 1.53%
INTEREST FOR 20 YEARS
ANNUAL PAYMENT \$110,995
TOTAL INTEREST IS \$319,900**

Fiscal Year	Operations Account	Capital Account
At 6/30/2017	\$ 4,559,630	As of 10/31/2017 - \$1,087,153
At 6/30/2016	3,622,125	
At 6/30/2015	2,909,906	
At 6/30/2014	2,856,265	
At 6/30/2013	2,048,009	



Utility Fund Debt Schedule	Principal and Interest	Decrease From each year
FYE 2018	2,052,033	
FYE 2019	1,396,645	655,388
FYE 2020	1,287,345	109,300
FYE 2021	1,263,474	23,871
FYE 2022	1,062,914	200,560
FYE 2023	1,047,549	15,000
FYE 2024	1,034,116	13,433
FYE 2025	1,021,763	12,353
FYE 2026	154,682	867,081
FYE 2027	142,418	12,264
FYE 2028	138,240	4,178
FYE 2029	-0-	-0-

Commissioner Dickerson made a motion to reject a \$1.9 million loan from the North Carolina Department of Environmental Quality, Division of Water Infrastructure. The motion was seconded by Commissioner Foy and duly carried approval with all present voting “AYE.”

9. OTHER BUSINESS

No additional business was discussed.

10. BOARD, MANAGER AND CLERK’S COMMENTS

This was the time set aside for the Board of County Commissioners, the County Manager, and the Clerk to the Board to report on various activities. The Board may also discuss other items of interest.

County Clerk Kristen G. King: No comments were offered.

Commissioner Foy: Commissioner Foy attended Veteran’s Day ceremonies in the county. He then asked staff for follow-up on his suggestion for the public to weigh in on its feelings about the Brunch Bill. County Attorney Pete Tomlinson stated there is no provision for the board to ask the public to weigh in (vote) on a decision the Board is tasked to make.

Commissioner Bunn: No comments were offered.

Commissioner Jones: Commissioner Jones attended a recent event where the Board was recognized as Commissioners of the Year by the North Carolina School Board Association (NCSBA). The award was presented at the Koury Convention Center in Greensboro as part of the 48th Annual Conference of the NCSBA. Local boards of education nominate their board of county commissioners for this award, recognizing the service of the commissioners to the local community through outstanding support of public elementary and secondary education. The board was also recognized for establishing an excellent working relationship and for diligent effort toward creative funding of education.

Commissioner Schriver: Commissioner Schriver also attended the awards presentation in Greensboro as well as a course at the UNC School of Government regarding capital budgeting.

Commissioner Dunston: No comments were offered.

Commissioner Dickerson: Commissioner Dickerson recently attended the STEM (Science Technology, Engineering, and Mathematics) academy pinning ceremony.

Commissioner Speed: No comments were offered.

County Manager Angela L. Harris: Mrs. Harris mentioned the following:

- Mrs. Harris noted the Assistant County Manager position had been filled by Kim Denton.

At approximately 8:30 P.M., Commissioner Bunn made a motion to adjourn, seconded by Commissioner Dunston. The motion duly carried approval with all present voting “AYE.”

Cedric Jones, Chair

Kristen G. King, Clerk to the Board

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