

Closed Session from Special Meeting – August 2, 2004

At 3:30 p.m. the Board adjourned to joint closed session with the Asheboro City Council to discuss matters relating to the location or expansion of business in the area served by the Board and the Council, pursuant to NCGS 143-318.11(a)(4). Commissioners Holmes, Kemp, Frye, Davis, and Mason were present. Also present for the County were County Manager Frank Willis, County Attorney Aimee Scotton, Clerk to the Board Alice Dawson and Deputy Clerk to the Board Cheryl Ivey. City Council members present were Talmadge Baker, Linda Carter, Keith Crisco, Nancy Hunter, David Smith, Archie Priest, John McGlohon, and Mayor David Jarrell. Also present representing the City were City Manager John Ogburn; Carol Cole, City Clerk; and City Attorney Jeff Sugg. Representing the Randolph County Economic Development Corporation were Bonnie Renfro and Melissa Foust. Robert Burkhart, Chief Financial Officer for Technimark, Inc., was also present.

Chairman Holmes called on Ms. Renfro to make a presentation.

Ms. Renfro distributed and discussed the following spreadsheet, which outlines proposed incentives and investments by both boards:

Technimark investment and property tax increase schedule based on current tax rate

Project investment	Real property	Machinery & Equipment	Molds - customer ov	Total Investment	Incentive Proposal
	\$1,500,000	21,000,000	14,000,000	\$36,500,000	\$315,000
Assume \$7 million in equipment and \$4.66 million in mold investment per annum for 3 years + \$1.5 million real property year one					

Increased Tax Revenues

Randolph County	Blg	Equipment	Molds	Total annual revenue	Incentive payment
2005	\$7,500	\$31,850	\$18,640	\$57,990	\$50,000
2006	\$7,500	\$61,250	\$32,620	\$101,370	\$75,000
2007	\$7,500	\$87,150	\$41,940	\$136,590	\$100,000
2008	\$7,500	\$78,400	\$29,125	\$115,025	\$90,000
2009	\$7,500	\$68,600	\$20,970	\$97,070	
2010	\$7,500	\$58,800	\$17,475	\$83,775	
2011	\$7,500	\$48,300	\$17,475	\$73,275	
2012	\$7,500	\$39,900	\$17,475	\$64,875	
	\$60,000	\$474,250	\$195,720	\$729,970	\$315,000
City of Asheboro					
2005	\$8,250	\$35,035	\$20,504	\$63,789	\$50,000
2006	\$8,250	\$67,375	\$35,882	\$111,507	\$75,000
2007	\$8,250	\$95,865	\$46,134	\$150,249	\$100,000
2008	\$8,250	\$86,240	\$32,037	\$126,527	\$90,000
2009	\$8,250	\$75,460	\$23,066	\$106,776	
2010	\$8,250	\$64,680	\$19,221	\$92,151	
2011	\$8,250	\$54,285	\$19,221	\$81,756	
2012	\$8,250	\$43,890	\$15,125	\$67,265	
	\$66,000	\$522,830	\$211,190	\$800,020	\$315,000

Ms. Renfro and Robert Burkhart answered questions from the two boards.

Aimee Scotton asked questions concerning the preparation of the new contract. Due to lack of time (the Commissioners needed to adjourn this meeting in order to convene their scheduled 4:00 p.m. regular monthly meeting) Ms. Scotton and City Attorney Jeff Sugg were directed to work out the details of the contract with Ms. Renfro and Mr. Burkhart following the meeting.

The two boards' consensus was to enter into economic incentives contracts with Technimark, as presented.

On motion of Frye, seconded by Davis, the Board voted unanimously at 3:50 p.m. to end closed session and return to open session.

At 3:50 p.m. the Board and Council returned to open session.

J. Harold Holmes, Chairman

Darrell L. Frye

Phil Kemp

Robert B. Davis

Robert O. Mason

Cheryl Ivey, Deputy Clerk to the Board

Approved: September 7, 2004

Unsealed: February 7, 2005