V I R G I N I A:

At a recessed meeting of the Washington County Board of Supervisors held Tuesday, May 8, 1997, at 7:00 p.m., at the County Administration Building in Abingdon, Virginia, the following were present:

PRESENT:

James T. Osborne, Chairman
Bobby D. Ingle, Vice Chairman
Kenneth G. Mathews
Joe W. Derting
Maurice H. Parris
Jackson Barker
Dulcie M. Mumpower

Mark K. Reeter, County Administrator
Joseph B. Lyle, County Attorney
Mark W. Seamon, Accounting/Purchasing Manager
Sandra M. Hatfield, CPS, Administrative Assistant

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1 **Call to Order**

The meeting was called to order by Mr. James T. Osborne, Chairman of the Board, who welcomed everyone in attendance.

2 **Invocation and Pledge of Allegiance - James T. Osborne**

Chairman Osborne gave the Invocation and led in the Pledge of Allegiance.

3 **Approval of the Agenda**

On motion of Mrs. Mumpower, second by Mr. Derting, it was resolved to approve the Agenda with the following addition:

The vote on this motion was as follows: (7-0)

Mr. Derting	**Aye**	**Mr. Ingle**	**Aye**	**Mr. Mathews**	**Aye**
Mr. Osborne	**Aye**	**Mrs. Mumpower**	**Aye**	**Mr. Parris**	**Aye**
Mr. Barker	**Aye**				

4 **Budget Work Session - Departments and Agencies FY 1997-98 Budget Requests (Continued from May 6, 1997)**

The following persons addressed the Board of Supervisors concerning their FY 1997-98 budget, commenting on their program and/or operations, and giving further clarification and emphasis to specific requests included in their operations budget:

Lee Garrett, Chairman, Washington County Park Authority

Keith Owens, Director, Recreation Department
Nancy Garretson, Rck Humphreys, Arts Depot Association
Tom Horsch, President, Virginia Creeper Trail Association
Mayor Elizabeth McKee, Town of Damascus
Jerry Crabtree, Washington County Skill Center; John Owens, President,, General Engineering
Stephen Richardson, Recycling/Special Projects Manager
Greg McMillan, Tracy Cook, Southwest Virginia 4-H Educational Center
Ray Millsap, Recreation Director, Town of Abingdon
Polly Wirt, Director, Abingdon Senior Services, Inc.

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On motion of Mr. Mathews, second by Mr. Parris, it was resolved to take a brief recess.

The vote on this motion was as follows: (7-0)

Mr. Derting	**Aye**	**Mr. Ingle**	**Aye**	**Mr. Mathews**	**Aye**
Mr. Osborne	**Aye**	**Mrs. Mumpower**	**Aye**	**Mr. Parris**	**Aye**
Mr. Barker	**Aye**				

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Mr. Osborne continued the budget work session and heard from the following persons concerning their FY 1997-98 budget, commenting on their program and/or operations, and giving further clarification and emphasis to specific requests included in their operations budget:

Mike Guy, Executive Director, District III Governmental Cooperative; Jim Meadows, Appalachian Independence Center; Jeff Smith, Appalachian Independence Center
Rob Goldsmith, Executive Director; Kathy Schearer, Indoor Plumbing Program, People Incorporated
Randy Moore, Chief, Goodson-Kinderhook Fire Department
C. E.Allison, Holston Soil & Water Conservation District
Robert Copeland, Highland Soccer Club
Lynn Hall, Chief, Mike Schaffer, Green Springs Fire Department

(Joe Derting left the meeting at 9:25 p.m.)

Sue Wright, Bristol Speech & Hearing
Rick Rose, Director, Barter Theater

There being no further speakers, Mr. Osborne concluded this portion of the FY 1997-98 Budget work session related to department and agency presentations.

5 **Consideration of Resolution to Accept Sanctions Associated with Community Development Block Grant Agreement**

On motion of Mr. Mathews, second by Mr. Barker, it was resolved to adopt the enclosed resolution:

RESOLUTION NO. 97-9

WHEREAS, the Virginia Department of Housing and Community Development (hereinafter referred to as ADHCD@) requires that localities utilizing Community Development Block Grant (CDBG) grant funds assume certain responsibilities relating to the performance of private companies benefitting directly from a localities' use of those funds in Economic Development Open Submission Projects, and

WHEREAS, the County has entered into an Industrial Development Agreements with Piedmont Rebar, Joy Mining Machinery, and Abingdon Steel, Inc., dated May 9, 1997 (hereinafter referred to as "Industrial Development Agreement") pursuant to the requirements of the DHCD regarding the performance of that company as a result of the Washington County Industrial Park Sewer Extension Project, Economic Development Grant (hereinafter referred to as the "Project"), and

WHEREAS, as a result of the Industrial Development Agreements, the County is prepared to comply with DHCD requirements as set forth herein;

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Washington County, Virginia that it hereby agrees to the following:

(1) That in the event of the failure of Piedmont Rebar to locate their new manufacturing project or of Joy Mining Machinery and Abingdon Steel, Inc. to honor their commitment to expand their existing facilities in the Washington County Industrial Park, once CDBG funds have been expended in the implementation of the Project, the County will repay the entire amount of the $358,300 in CDBG funds requested and received from DHCD.

(2) That, after undertaking their new and/or expansion projects in the Washington County Industrial Park, should Piedmont Rebar, Joy Mining Machinery, and Abingdon Steel, Inc. fail to substantially achieve the performance regarding jobs, investment, and 51% low-to-moderate income employment levels as set forth in their respective Industrial Development Agreements once CDBG funds have been expended in the implementation of the Project, the County agrees to repay all CDBG funds expended by DHCD.

(3) Nothing herein shall be construed to forego or waive any right of the County to challenge or enjoin DHCD in the interpretation or enforcement of the provisions of this Resolution or any other agreement entered into by the County and DHCD required as part of the Project.

(4) Nothing herein shall be construed to obligate or encumber any County funds in violation of state law; repayment provisions as set forth in this Resolution shall be subject to appropriation by the Washington County Board of Supervisors.

BE IT FURTHER RESOLVED that this Resolution be attached to and made part of the Agreement between the County and DHCD for the use of CDBG grant funds for the Project.

Further, it was resolved to authorize Thompson & Litton to provide engineering services for the project.

The vote on this motion was as follows: (6-0)

Mr. Ingle	**Aye**	**Mr. Mathews**	**Aye**	**Mr. Osborne**	**Aye**
Mrs. Mumpower	**Aye**	**Mr. Parris**	**Aye**	**Mr. Barker**	**Aye**

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6 **Recess to Saturday, May 10, 1997, 9:00 a.m. for the purpose of holding an Executive Session Pursuant to '2.134(A)(1) of the 1950 Code of Virginia as Amended,**

to interview prospective candidates for the position of County Attorney and to Discuss and/or Consider the Same

On motion of Mr. Mathews, second by Mr. Parris, it was resolved to recess to Saturday, May 10, 1997, 9:00 a.m. for the purpose of holding an Executive Session Pursuant to '2.134(A)(1) of the 1950 Code of Virginia as Amended, to interview prospective candidates for the position of County Attorney and to Discuss and/or Consider the Same

The vote on this motion was as follows: (6-0)

Mr. Ingle	**Aye**	**Mr. Mathews**	**Aye**	**Mr. Osborne**	**Aye**
Mrs. Mumpower	**Aye**	**Mr. Parris**	**Aye**	**Mr. Barker**	**Aye**

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James T. Osborne, Chairman