

APRIL 27, 1998

7:00 P.M.

REGULAR CITY COUNCIL MEETING  
DEPOT COMMUNITY ROOM  
109 SOUTH KING STREET

**PRESENT:** JOHN D. MEADOWS, III, MAYOR  
JIMMY PALMER, MAYOR PRO TEM  
JOHN D. SHELTON, JR., COUNCILMAN  
RONALD H. WOODS, COUNCILMAN  
HENRY HOLLAND, COUNCILMAN

**ALSO:** WILLIAM P. BAILEY, CITY ATTORNEY  
KELLY CORNWELL, DIRECTOR UTILITIES/PUBLIC WORKS  
CATHY HARRISON, CITY ADMINISTRATOR

1. Mayor Meadows welcomed everyone to the meeting, called the meeting to order and gave the invocation.
2. Mayor Meadows led the group in the Pledge of Allegiance to the U. S. Flag.
3. Minutes of the April 13, 1998 Regular City Council Meeting were approved as written.
4. Mayor's Comments:
  - a. Mayor Meadows reminded the Council of the GMA Policy Meeting at Callaway Gardens on May 20-21, 1998.
  - b. Mayor Meadows stated the GMA 7<sup>th</sup> District Meeting was held in Dalton on April 15, 1998. He stated at the meeting, GMA presented a Service Award to Representative Tom Shanahan for his assistance with legislation concerning municipalities during the recent meeting of the State Legislature. He stated the GMA District Meeting was conducted by Ray Elrod, Council Member from the City of Dalton, who currently serves as the GMA 7<sup>th</sup> District President, and the meeting was sponsored by the City of Dalton.
  - c. Mayor Meadows stated the Downtown Development Authority has recommended Mr. Marc Ethridge to fill the present position on the Downtown Development Authority Board of Gloria Brown whose term expires June 30, 1998. Following discussion, Mayor Pro-Tem Palmer commended Gloria Brown for her dedicated service to the Downtown Development Authority. Henry Holland made a motion to appoint Marc Ethridge to the Downtown Development Authority, 2<sup>nd</sup> by Councilman Shelton with Councilman Holland, Councilman Shelton, Councilman Woods and Mayor Pro-Tem Palmer voting affirmatively, motion carried.
  - d. Mayor Meadows stated the Main Street Partnership had requested permission to close a portion of King Street from the corner of Oothcalooga, extending north to the edge of Hardee's entrance from 4:00 P. M. until 10:00 P. M. on June 12, 1998 for a Beach Street Event. Following discussion, Councilman Woods made a motion to approve the request, 2<sup>nd</sup> by Councilman Shelton with Councilman Woods, Councilman Shelton, Councilman Holland and Mayor Pro-Tem Palmer voting affirmatively, motion carried.
  - e. Mayor Meadows stated the Possum Hollow water request is being considered by Governor Miller for special funding. However, the Governor's Discretionary Funds for the balance of the fiscal year ending June 30, 1998, are being used for the flooding and tornado damages in the state, and the request will need to be held until July 1 of the next fiscal year. Representative Tom Shanahan stated he felt very confident the project would be funded, however, not as quickly as he had hoped, due to the extreme conditions of flooding and tornado damage. Mayor Meadows stated the water conditions for the residents of Possum Hollow are worse than previously stated, and that as the summer proceeds, conditions will be even more extreme. He asked the Council to consider extending the line and making the taps. He stated Representative Shanahan had assured him that reimbursement from the Governor's Discretionary Fund could be made even though the work had been done earlier. Following further discussion, Councilman Holland made a motion to authorize the immediate line extension and taps for the residents of Possum Hollow, and to apply for reimbursement by the Governor's Discretionary Fund at the earliest date possible, 2<sup>nd</sup> by Councilman Shelton with Councilman Holland, Councilman Shelton, Councilman Woods and Mayor Pro-Tem Palmer voting affirmatively, motion carried.
  - f. Mayor Meadows announced the public hearings scheduled for May 11, 1998 for Haley Stephens as agent for Mary Will Stephens, for a zoning change on lots east and west of Cambridge Court from R-2 to R-1 and a request to annex and zone lots R-1 behind those lots requested for a zoning change.
  - g. Mayor Meadows reminded the Council to review sewer extension to Idle Acres. He stated the area has been annexed for a number of years, and he asked that this particular area be reviewed for possible sewer extension since the need is becoming apparent in that particular area.

- h. Department Heads Estes Pass and Willie Mitchell made a presentation to Mayor Meadows on behalf of the Department Heads of the City of Calhoun. They presented Mayor Meadows a set of golf clubs, with a statement of appreciation on behalf of all the department heads regarding his years of service to the City of Calhoun.

5. Public Hearings & Comments:

- a. A public hearing was opened on the City's 1998-99 Budget covering all funds, including the City School Board's local share. George Crowley, Chairman of the School Board, made a presentation indicating the local effort allotment request from the City School Board will remain the same as the prior year, even though there have been large increases to their budget resulting from the 4<sup>th</sup> six percent teacher salary raise, as required by Governor Miller. He stated this had added over \$650,000.00 to the City's Local Share Budget in addition to several other items, however, the funding had been handled due to additional funds due to enrollment at mid year, and because of the extreme efforts of all principals and school officials in developing modest budgets. Chairman Crowley stated the school taxes for the 1998-99 Budget will be lowered because of the bond payments which will be paid from the Special Purpose Local Option Sales Tax (SPLOST) funds as approved by the community in 1997. He stated those funds will be spent for capital improvements as authorized by the referendum, and will not be spent for operating expenses. In reviewing the balance of the budget, Harrison reviewed the totals for each fund as follows: Harrison stated the funding for the General Fund both for revenues and expenses as a balanced budget, totaled \$16,028,048.00. The primary change is the addition of the school tax funds for the local share of the school system, and the Special Purpose Local Option Sales Tax for \$224,362.00 which will be to pay the lease debt for the schools. The bonded debt will be handled in a separate fund. The Water-Power-Sewer Fund includes the utility operations for water and electric services for a total of \$30,789,571.00. The Telecommunications Fund totals \$858,981.00, including the data system and voice system which will be implemented on the City's fiber optic system for the Fiscal Year 1998-99. The Golf Enterprise Fund includes revenues and expenses for the maintenance and upkeep of Field's Ferry Golf Course totaling \$985,268.00. The City has three bond debt service funds, the first being for Water/Sewer Revenue Bonds for total payments due of \$778,928.00. The second being the General Fund School Bond for total payments due of \$546,950.00 to be paid from the School's Special Purpose Local Option Sales Tax (SPLOST) as approved by the voters in 1997. The third Bond Service Debt Fund is for the Calhoun Recreation Authority, with payments totaling \$400,449.00 for the 1998-99 Fiscal Year. The Budget also includes special projects, those being composed of the well development and piping, the water plant improvements and the first phase of the water/sewer/street improvements to the Mill Village area totaling \$1,990,000.00. All funds combined equal \$52,378,195.00. Harrison stated this compares favorably to the \$51,451,990.00 Budget for the 1997-98 Budget. Harrison stated public safety makes of 6.9% of the total budget. Water services makes up 13.62%, sewer services 7.25%, electric 34.6%, school 9.94%, all recreation efforts 2.92%, and debt service 7.27%. Mayor Meadows asked for comments and questions regarding the budget. Mayor Meadows stated for this budget, the social services request had been lowered by ¼ across the board. Present to address that action was the immediate director of the Voluntary Action Center, Linda Sonata. Ms. Sonata stated the Voluntary Action Center is presently undergoing major changes in their organization. They are attempting to relocate. However, they are obligated to pay lease payments on their current location through September, as well as, mortgage payments on property recently purchased for their relocation. She stated those expenses will continue through the end of the current fiscal year, and also into their next fiscal year. She stated it would be extremely hard for them to endure a 25% cut in funding from the City for the next year. Mr. Frank Hicks, a long time board member for the Voluntary Action Center spoke on the request, stating the original Voluntary Action Center was organized and empowered at the request of City and County Government to handle social activities for the community. He stated both governments have supported the operation for several years since the early 1970's, and he requested the support continue. Councilman Woods stated he understood the activities handled by the Voluntary Action Center and the other social services, however, he felt that tax money should not be spent for these operations, that citizens should make those individual choices and fund those from private donations. Mayor Pro-Tem Palmer stated he understood the situation for the Voluntary Action Center, and that he would have no problem in adding the ¼ cut back to their budget with the understanding that it would be cut by ¼ the following year. This cut is approximately \$3,750.00. Councilman Shelton stated he would agree to that approach. Councilman Holland stated he understood the services that are provided by the Voluntary Action Center, and he agrees with their philosophy, however, he also agrees with the comments made by Councilman Woods. However, he would have no problem in holding their first cut until the following year. Harrison stated the City of Calhoun receives payment for utility bills for several customers each year from funds from the Voluntary Action Center. She stated she did not have a total amount received in any one year, but that it would be one half or more of the funds that are provided to the Voluntary Action Center. There were no other comments regarding the 1998-99 Budget. Mayor Meadows announced the hearing was closed, and stated the budget would be eligible for adoption on May 11, 1998 at 7:00 P. M.

- b. Mayor Meadows asked for a report regarding the sewer easement and connection on the former Cochran Brothers Property on South Wall Street. Kelly Cornwell stated the current developers of the property had found a sewer tap to the Cochran Property, however, the line had been cut when improvements had been made by the State on State Route 41. The line will need to be connected and possibly rerouted to the Cochran property, however, it can be used as a tap in payment for a sewer easement. Mayor Meadows stated the City would honor the tap for the property, however, the property is an island and the City will consider island annexation of the property very shortly. (In a review of the city official zoning map, it was determined the property is not an island on the east and south side. Therefore, it is not eligible for island annexation.)
- c. Lori Ethridge presented a proclamation regarding the National Day of Prayer on May 7, 1998. She said an observance will be held on the Courthouse steps at 6:00 P. M. on May 7, and she asked the Council to pass a proclamation regarding the day of prayer, and asked for their attendance. Following review of the proclamation by Mayor Meadows, Councilman Woods made a motion to adopt the proclamation, 2<sup>nd</sup> by Councilman Holland with Councilman Woods, Councilman Holland, Councilman Shelton and Mayor Pro-Tem Palmer voting affirmatively, motion carried.

6. Old Business:

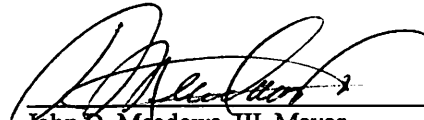
- a. Harrison reported a letter outlining the approval by the Mayor and Council for the contract extension of Calcutta Grill until May 5, and the agreement to forgive rent for February, March, April and the few days of May, as well as, reimbursement of electric charges to offset the nonrefundable portion of their beer license had been delivered to Ms. Roberts. Harrison reported Mrs. Roberts, Owner of Calcutta Grill has signed an agreement acknowledging those terms.
- b. Harrison provided a report on the recommendations of the Golf Advisory Commission at their regular meeting on April 20, 1998.
  - 1. Harrison stated as a result of the bids taken for the snack bar operation, the Golf Advisory Commission recommended the acceptance of the bid proposal from Teresa Farris. She stated the Chairman of the Golf Advisory Commission and she had met with Ms. Farris and had worked out the terms and agreements of a proposed contract to be drafted. She stated the recommendation of the Golf Advisory Commission was to accept the proposal from Teresa Farris. Following discussion, Henry Holland made a motion to accept the proposal of Teresa Farris, along the lines as agreed upon by the Golf Advisory Commission, 2<sup>nd</sup> by Mayor Pro-Tem Palmer with Councilman Holland, Mayor Pro-Tem Palmer, Councilman Shelton and Councilman Woods voting affirmatively, motion carried.
  - 2. Harrison stated the terms of service for John D. Meadows, III, who acts as the City's Representative, serves a one year term, reappointed annually, and the term of Henry Holland, a six year term due to expire in the year 2000. The recommendation of the Golf Advisory Commission was to reappoint John D. Meadows, III to serve the unexpired term of Henry Holland until June 30, 2000, and to appoint Henry Holland as the City's annual appointee for the Golf Advisory Commission. Following discussion, Councilman Woods made a motion to approve the recommendation of the Golf Advisory Commission regarding the terms of Meadows and Holland, 2<sup>nd</sup> by Mayor Pro-Tem Palmer with Councilman Woods, Mayor Pro-Tem Palmer, Councilman Shelton and Councilman Holland voting affirmatively, motion carried.
  - 3. Harrison stated the final recommendation of the Golf Advisory Commission regarded the security for the Pro Shop. Harrison stated the Pro Shop had been burglarized more than one time in the past five months. In order to provide proper security, roll up bars and permanent bars were considered by the Golf Advisory Commission, however, based on several circumstances, the Golf Advisory Commission recommended the Council take official bids for rollup bars or mesh for windows and doors at the Pro Shop and snack bar facilities. The Golf Advisory Commission also made a recommendation to reimburse the Golf Pro for \$1,000.00 regarding his insurance deductible for the 3<sup>rd</sup> robbery, due to advanced alarm system not being installed prior to the 3<sup>rd</sup> robbery. Following discussion, Councilman Holland made a motion to approve the request for obtaining bids for rollup bars or mesh for the windows and doors, and to approve the \$1,000.00 payment to the Golf Pro for the 3<sup>rd</sup> deductible on his insurance, 2<sup>nd</sup> by Mayor Pro-Tem Palmer with Councilman Holland, Mayor Pro-Tem Palmer, Councilman Woods and Councilman Shelton voting affirmatively. Motion carried.
- c. Mayor Meadows stated the Conoco Oil Company had revised their lease proposal indicating their offer would be \$900.00 per month for the first five year renewal and \$1,125.00 per month for the 2<sup>nd</sup> five year period. Following discussion, Councilman Woods made a motion to accept the proposal and to authorize the Mayor or Mayor Pro Tem to sign the Lease Agreement, 2<sup>nd</sup> by Mayor Pro-Tem Palmer with Councilman Woods, Mayor Pro-Tem Palmer, Councilman Shelton and Councilman Holland voting affirmatively. Motion carried.

7. New Business:

- a. A 1<sup>st</sup> reading was given to the Stephen C. Wester Sign Variance Request for the property owned by Holiday Inn Express, Tony Patel, Corporate President, for the property located at Exit 129 at I-75, south of McDonalds. The request is to allow a sign 100 ft. in height which would be a 50 ft. variance. Mayor Meadows stated the request had arrived too late to be scheduled for the May 11 Public Hearing and the May 7 Zoning Advisory Board Meeting. However, the public hearing could be held on May 25 at 7:00 P. M. for the public hearing and could be scheduled for May 25 at 4:30 P. M. for a Special Zoning Advisory Board Meeting in order to meet the proper advertising dates. Following discussion of the application, Councilman Woods made a motion to set the public hearing for May 25 at 7:00 P. M., and to set a Special Zoning Advisory Board Meeting for May 25, 1998 at 4:30 P. M. to consider the application for a sign variance. 2<sup>nd</sup> by Mayor Pro Tem Palmer with Councilman Woods, Mayor Pro Tem Palmer, Councilman Shelton and Councilman Holland voting affirmatively. Motion carried.
  - b. Attorney Bailey reviewed the criteria that he has outlined to include in a Cellular Tower Ordinance scheduled for a first reading on May 11, 1998. He reviewed those items with the Mayor and Council, and asked them to notify him immediately if they have other items that they feel should be included in the proposed ordinance draft.
  - c. A 1<sup>st</sup> reading of an Annexation/New Zoning Request for property owned by Mr. and Mrs. Buford J. Wilson on Highway 41 South for approximately 4 ½ acres adjoining the airport and John Reese properties was given. Councilman Woods made a motion to set the public hearing on the matter for June 8, 1998 at 7:00 P. M., 2<sup>nd</sup> by Mayor Pro Tem Palmer with Councilman Woods, Mayor Pro Tem Palmer, Councilman Shelton and Councilman Holland voting affirmatively, motion carried.
  - d. Attorney Bailey reviewed the proposed resolution and the proposed agreement regarding debt service on behalf of the USDA Rural Development Loan by the Airport Authority Board. Following discussion of the agreement, Mayor Pro Tem Palmer made a motion to adopt the resolution, to approve the agreement and to authorize the Mayor to sign, 2<sup>nd</sup> by Councilman Woods with Mayor Pro Tem Palmer, Councilman Woods, Councilman Shelton and Councilman Holland voting affirmatively, motion carried.
  - e. Mayor Meadows read a resolution supporting the Affordable Housing Grant Application of the Housing Authority for Eastgate Properties off Richardson Road, which also includes tax credits associated with the grant through the Department of Community Affairs. Mayor Meadows stated the housing units would total 66 for low income tenants. Following review of the resolution, Councilman Shelton made a motion to approve the resolution supporting the application, 2<sup>nd</sup> by Mayor Pro Tem Palmer with Councilman Shelton, Mayor Pro Tem Palmer, Councilman Woods and Councilman Holland voting affirmatively, motion carried.
  - f. Following review of a resolution adding Mayor Pro-Tem Palmer's name to those authorized to sign checks on behalf of the City of Calhoun, Councilman Shelton made a motion to adopt the resolution, 2<sup>nd</sup> by Mayor Pro-Tem Palmer with Councilman Shelton, Mayor Pro-Tem Palmer, Councilman Woods and Councilman Holland voting affirmatively. Motion carried.
8. Written Items Not on the Agenda:
- a. Councilman Woods made a motion to authorize the Mayor to sign the DOT contract for the LARP funds for repaving Columbus Circle, Curtis Parkway, Pine Street and Sequoyah Terrace, said paving to be on portions of each of those streets, 2<sup>nd</sup> by Councilman Shelton, with Councilman Woods, Councilman Shelton, Councilman Holland and Mayor Pro Tem Palmer voting affirmatively, motion carried.
9. Director Cornwell's Work Report:
- a. Director Cornwell reviewed the bids for the CDBG water, sewer and street improvements for a portion of the Echota Mill Village. He stated those bids were taken on April 21, and the low bidder with a corrected bid total was \$508,041.80 from Carver and Carver Plumbing, Inc. John Sweitzer of Sweitzer Engineering stated the City had Carver and Carver as a previous contractor on another job, and had found their work to be of high quality. Based upon the bid specifications and the bids received, John Sweitzer of Sweitzer Engineering and Kelly Cornwell, Director of Utilities and Public Works, recommended the Council award the bid of Carver and Carver Plumbing, Inc. and recommend the Mayor be authorized to sign the Notice of Award. Following discussion, Mayor Pro Tem Palmer made a motion to approve the low bid of Carver and Carver Plumbing, Inc. for \$508,041.80 and to authorize Mayor Meadows to sign the Notice of Award. The motion was 2<sup>nd</sup> by Councilman Woods with Mayor Pro Tem Palmer, Councilman Woods, Councilman Shelton and Councilman Holland voting affirmatively. Motion carried.
  - b. Director Cornwell said he had no other comments regarding regular business. He stated he did have a request for real estate and litigation matters, to be held in Executive Session.
10. Mayor John D. Meadows, III gave his official resignation to the City of Calhoun, as per the attached.

11. Mayor Pro Tem Palmer proposed a resolution commending Mayor Meadows for his twelve years of service as Mayor and additional service as City Councilman. He asked the Council to adopt a resolution. Councilman Woods made a motion to adopt the resolution, 2<sup>nd</sup> by Councilman Shelton, with Councilman Woods, Councilman Shelton, Councilman Holland, and Mayor Pro Tem Palmer voting affirmatively, motion carried. Mayor Pro Tem Palmer presented a ring to Mayor Meadows on behalf of his years of service as is the custom for the City of Calhoun. On a personal note, he commended him for the time and effort he had taken to keep him fully informed of City business and for providing the level of leadership needed for the City of Calhoun. Mr. Shelton, Mr. Woods, and Mr. Holland also confirmed the remarks made by Mayor Pro Tem Palmer, expressing their gratitude for the leadership and sincere devotion by Mayor Meadows for his years of service.
12. Councilman Woods made a motion to move to Executive Session for real estate and litigation matters, 2<sup>nd</sup> by Councilman Holland, with Councilman Woods, Councilman Holland, Councilman Shelton and Mayor Pro Tem Palmer voting affirmatively, motion Carried.
13. Councilman Woods made a motion to move to General Session, 2<sup>nd</sup> by Councilman Shelton with Councilman Woods, Councilman Shelton, Councilman Holland and Mayor Pro Tem Palmer voting affirmatively, motion carried.
14. Councilman Woods made a motion to adjourn, 2<sup>nd</sup> by Councilman Shelton with Councilman Woods, Councilman Shelton, Councilman Holland and Mayor Pro Tem Palmer voting affirmatively, motion carried.

Approved:



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John D. Meadows, III, Mayor

Submitted:



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Cathy Harrison, City Administrator

## John D. Meadows, III

110 Victory Court, Calhoun, GA 30701

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April 27, 1998

In March of this year Marie and I celebrated our twenty-seventh Wedding Anniversary. We have two children, B.J. 25 and Missy 20. For 15 years and four months I have also been married to the City of Calhoun.

In both cases there have been good times and bad times. The good have far outweighed the bad. The sense of accomplishment that one receives from serving in public office is enormous. In my case I think that is doubled. I have never done anything, except marry Marie and father B.J. and Missy, which has given me as much satisfaction as what we have accomplished here at the City these last 12 years.

Our total assets have grown from \$40 Million to \$112.8 Million. Our enterprise systems have grown from \$28 Million to \$67 Million. Electric, Water, and Sewer sales have had dramatic increases. We have also raised our debt by \$22 Million, \$20 Million of that for water and sewer improvements.

These things were done to insure that Calhoun would have future opportunities for quality growth. Our intent has always been to take care of existing industries and businesses, but have enough capacity to take care of planned growth. We have done that.


Water availability and wastewater treatment are and will be the two things that decide any community's future. These two things have been the basis for everything I have done at the City. These two things along with planning are why I think we are successful. I encourage the council to continue to do future planning.

It is with a great deal of trepidation and a wonderful sense of accomplishment that effective immediately I resign my position as Mayor. As most of you know, it is my intention to run for the 51<sup>st</sup> Senatorial Seat. Some say I am seeking higher office but I tell you now, and don't ever forget it, there is no higher office than Mayor or Council Member. That is because these are the offices that are closest to the people.

I'd like to thank our staff, especially Cathy, Kelly, and Eddie for their hard work and dedication and my Councils, Dickie Shelton, Jimmy Palmer, Ron Woods, Henry Holland, Paul McEntire, Tom Bond, Herbert King, and Barney Oldfield. They are the real reason I have been successful. I must also mention our attorneys, Bill Bailey, Joe Campbell, and Rep. Tom Shanahan. They have guided us through some rough waters with integrity and character. Calhoun's future is bright and I hope the people of Calhoun continue to elect those people who have shown their commitment and dedication to this City. Saying that I now want to go on record endorsing and offering my full support for Jimmy Palmer in his run for Mayor. I can honestly say that we owe no one person or any one group of people. We have served the citizens of Calhoun in their entirety.

Everything I have done or supported, I did because I thought it was in the best interest of Calhoun and its citizens, both corporate and individual. I love Calhoun and its citizens. I look forward to the future and hope that you will allow me to serve you in another capacity as Senator. God bless each and every one of you.

Sincerely,



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John D. Meadows, III

APRIL 27, 1998

9:30 P.M.

EXECUTIVE SESSION  
DEPOT COMMUNITY ROOM  
109 SOUTH KING STREET

PRESENT: JOHN D. MEADOWS, III, MAYOR  
JIMMY PALMER, MAYOR PRO TEM  
JOHN D. SHELTON, JR., COUNCILMAN  
RONALD H. WOODS, COUNCILMAN  
HENRY HOLLAND, COUNCILMAN

ALSO: WILLIAM P. BAILEY, CITY ATTORNEY  
KELLY CORNWELL, DIRECTOR UTILITIES/PUBLIC WORKS  
CATHY HARRISON, CITY ADMINISTRATOR

1. William P. Bailey, City Attorney reviewed the settlement terms of the sludge dryer litigation with Universal Drying Systems. He stated the City would be able to maintain the sludge dryer in its imperfect state, in consideration of the funds expended thus far on the contract. He stated there was a possibility of contingent liabilities for at least two or three vendor claims that the City is aware of regarding the sludge dryer construction. The Council commended Attorney Bailey for his preparation of the case and for his ability to settle the claims in a matter which was favorable for the City of Calhoun.
2. Kelly Cornwell stated Eddie Peterson was attending a training session and would be unavailable to report on the remaining easements which had not been obtained for the Piedmont Street project. The Council reviewed those and asked, on those few remaining contracts, that Eddie Peterson be given until the end of the month to attempt to finish those few. Then the remaining items are to be given to Attorney Bailey to proceed with whatever legal action is necessary in order for the project to move forward.

Approved:

  
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John D. Meadows, III, Mayor

Submitted:

  
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Cathy Harrison, City Administrator

STATE OF GEORGIA  
COUNTY OF GORDON

**INTERGOVERNMENTAL AGREEMENT  
BETWEEN THE CALHOUN-GORDON COUNTY  
AIRPORT AUTHORITY AND THE CITY OF CALHOUN, GEORGIA**

WHEREAS, the CALHOUN-GORDON COUNTY AIRPORT AUTHORITY (hereinafter "Authority") has made application to the USDA, Rural Development (hereinafter "Rural Development") for a loan not to exceed \$450,000.00 for the construction of a 2,867 square feet airport terminal and parking area to be erected upon the Authority's property at the Tom B. David Airport (hereinafter "the loan"); and

WHEREAS, the interest rate for said loan from Rural Development will be considerably less than prevailing rates in the in the public commercial market for the twenty (20) years term of the loan; and

WHEREAS, the loan will be secured by: (1) a first lien deed to secure debt from the Authority to USDA conveying the approximately 4.3 acres of land upon which the terminal will be built; (2) a first lien on the revenues from the operation of the airport terminal evidenced by a Financing Statement from the Authority to Rural Development; and (3) a binding contract with the City of Calhoun (hereinafter "City") and Gordon County, Georgia (hereinafter "County") assuring payment of the interest and principal on the loan for the life of the loan and assuring provision of adequate revenues to establish and maintain the required reserve fund; and

WHEREAS, on or about February 20, 1998 Rural Development issued a commitment letter to make the loan described hereinabove subject to certain terms and conditions; and

NOW, THEREFORE, in consideration of the Authority maintaining and operating the Tom B. David Airport for the public welfare of the citizens of the City and County and the undertaking of said obligation by the Authority and to fulfill a condition of the Rural Development loan, the parties agree as follows:

1. The Authority will undertake the construction of the airport terminal and parking area pursuant to and in accordance with the conditions of the letter from Rural Development to the Authority dated February 20, 1998, attached hereto as Exhibit "A".

ABF723

2. The City of Calhoun will exercise its power of taxation to the extent necessary to pay fifty per centum (50%) of the amounts required to be paid by the Authority under the loan and will make available and use for the payment of the obligation incurred by the Authority all such taxes levied and collected for that purpose together with funds received from any other source. As security for the payments required to be made and the obligations performed by the Authority under loan, the City hereby pledges to Rural Development its full faith and credit and taxing power for such payment and performance. The City, in order to make such funds available for such purpose in each fiscal year, will, in its general revenue, appropriation, and budgetary measures whereby its tax funds or revenues and the allocation thereof are controlled or provided for in each fiscal year during the term of the loan, include sums sufficient to satisfy the payments and reserves required to be made under the loan, whether or not any other sums are included in such measure, until all payments required under the loan have been made in full. The obligation of the City to make the payments provided for pursuant to the terms of the loan shall constitute a general obligation of the City and pledge of full faith and credit of the City to provide the funds required to fulfill the loan obligation.

3. This Contract is a pledge to the USDA , Rural Development, as part of the security for a loan. This contract and any amendments hereto are subject to the approval of Rural Development.

4. This Contract shall be of force and effect only in the event Rural Development makes the loan to the Authority as described in the commitment letter (Exhibit "A") of February 20, 1998 to the Authority.

IN WITNESS WHEREOF, the parties have caused this Agreement to be signed by its duly authorized officers and representatives this 27 day of April, 1998.

CALHOUN-GORDON COUNTY  
AIRPORT AUTHORITY

BY: Walter E. Layson  
WALTER E. LAYSON, CHAIRMAN

ATTEST: Sharon Owen

CITY OF CALHOUN, GEORGIA

BY: John D. Meadows, III  
JOHN D. MEADOWS, III, MAYOR

ATTEST: Cathy Harrison  
CATHY HARRISON,  
CITY ADMINISTRATOR

**RESOLUTION AUTHORIZING CITY  
TO ENTER INTO INTERGOVERNMENTAL CONTRACT  
WITH THE CALHOUN-GORDON COUNTY AIRPORT  
AUTHORITY FOR AIRPORT TERMINAL CONSTRUCTION**

WHEREAS, there is a need for a larger, modern terminal and related facilities at the Tom B. David Airport operated by the Calhoun-Gordon County Airport Authority (the Authority) and;

WHEREAS, said airport serves the needs of the citizens of Calhoun in promoting industry, trade, recreation and convenience to airplane owners and the traveling public; and

WHEREAS, the Authority has received a commitment from the USDA Rural Development to make a loan to the Authority not to exceed \$450,000.00, at an interest rate less than that in the prevailing commercial market, for a term not to exceed twenty (20) years, secured by a first lien deed to secure debt on the Authority property, a pledge of revenue from the terminal operation; and the assurance of payment by the City of Calhoun and Gordon County, Georgia for the life of the loan; and

WHEREAS, an agreement has been reached between the Authority and the City of Calhoun which is attached and made a part of this Resolution.

THEREFORE, it is RESOLVED by the City Council of the City of Calhoun, Georgia:

That the Mayor and City Administrator are directed to execute and attest, respectively, the Intergovernmental Agreement between the Calhoun-Gordon County Airport Authority and the City of Calhoun, Georgia, providing for payment of one half the amounts required to be paid to Rural Development for the life of the above-mentioned loan for the airport terminal construction under the terms and conditions being contained in the agreement which is attached to and made a part of this Resolution.

SO RESOLVED in regular, open meeting this 27<sup>th</sup> day of April, 1998, with a vote of 4 ayes and 0 nays.

CITY OF CALHOUN

BY:   
JOHN D. MEADOWS, III, MAYOR

ATTEST:   
CATHY HARRISON,  
CITY ADMINISTRATOR

ABB173

CITY OF CALHOUN  
CALHOUN, GEORGIA  
RESOLUTION

WHEREAS, the City of Calhoun, Georgia designates AmSouth Bank, Calhoun First National Bank, Georgia Bank & Trust and Wachovia Bank as authorized City Depositories; and

WHEREAS, the City of Calhoun, Georgia has established an investment policy which utilizes local banks within defined guidelines; and

WHEREAS, the City of Calhoun, Georgia has varying amounts available for deposit and investment;

NOW, THEREFORE, BE IT RESOLVED the City of Calhoun shall utilize the following funds, employees and Elected Officials being authorized to sign checks, withdrawals, and etc;

(Two Signatures Required)

General Funds, WPS Enterprise Funds, Debt Service Funds, Special Project Funds, Golf Enterprise Funds – Cathy Harrison, Linda Brookshire, Kelly Cornwell or James F. Palmer,

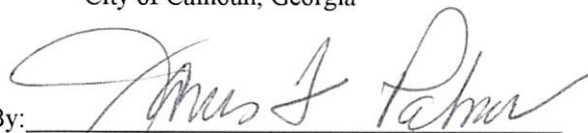
Payroll Funds – Cathy Harrison, Kelly Cornwell, or James F. Palmer

BE IT FURTHER RESOLVED, the Finance Officer, Cathy Harrison, shall be authorized to establish or have established new accounts or investments for the above mentioned funds in accordance with the investment policy.

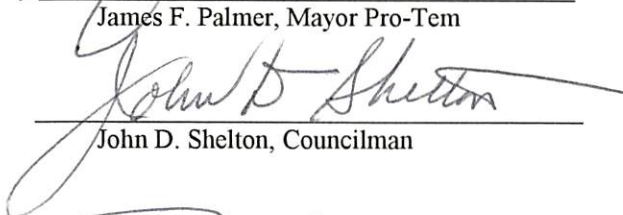
Adopted this the 27<sup>th</sup> day of April, 1998.

City of Calhoun, Georgia

By:



James F. Palmer, Mayor Pro-Tem



John D. Shelton, Councilman

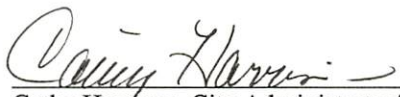


Ronald H. Woods, Councilman



Henry Holland, Councilman

Attest:



Cathy Harrison, City Administrator/Clerk/Finance Officer

CITY OF CALHOUN  
CALHOUN, GEORGIA

RESOLUTION

WHEREAS, the Calhoun Housing Authority Board of the City of Calhoun has authorized Executive Director, Patsy Thacker, to file an application with the Georgia Department of Community Affairs for funding from the 1998 Affordable Housing Awards; and

WHEREAS, a pre-application has been accepted by the Georgia Department of Community Affairs with a request to file a formal application by May 20, 1998; and

WHEREAS, the formal application will include funding in the name of Calhoun Affordable Housing, East Gate Properties, through the Georgia Department of Community Affairs and by means of tax credits; and

WHEREAS, the housing units will include 66 units for low-income tenants for a total of 47,692 square feet which will be managed by the Calhoun Housing Authority;

NOW, THEREFORE, BE IT RESOLVED the Mayor and Council of the City of Calhoun support these efforts to provide additional low-income housing units to be managed by the Calhoun Housing Authority.

Adopted this the 27 day of April 1998.

CITY OF CALHOUN, GEORGIA

BY:

  
JOHN D. MEADOWS, III, MAYOR


  
JAMES F. PALMER, MAYOR PRO-TEM

  
JOHN D. SHELTON, JR., COUNCILMAN

  
RONALD H. WOODS, COUNCILMAN

  
HENRY HOLLAND, COUNCILMAN

ATTEST:

  
CATHY HARRISON, CITY ADMINISTRATOR/CLERK