

MINUTES OF A REGULAR MEETING OF THE MAYOR AND BOARD OF ALDERMEN OF THE TOWN OF CHAPEL HILL, HELD IN THE MUNICIPAL BUILDING MONDAY, OCTOBER 21, 1974 AT 7:30 P.M.

The Board of Aldermen met for a regular meeting on October 21, 1974 at 7:30 p.m. in the Municipal Building. The roll was reported as follows:

Present: Howard N. Lee, Mayor
Gerald Cohen
Thomas Gardner
Shirley E. Marshall
Sid Rancer
R. D. Smith
Alice M. Welsh

Absent: None

A quorum of the Board was present and in attendance at the meeting. Also present were Town Manager C. Kendzior, Town Clerk D. Roberts and Town Attorney E. Denny.

Alderman Smith moved, seconded by Alderman Welsh, that minutes of the meeting of October 14, 1974, be approved as corrected. Said motion was unanimously carried. Alderman Marshall and Alderman Welsh requested that the corrections be circulated.

Transportation Advisory Committee--Report

Alderman Marshall petitioned the Board that a report from Transportation Advisory Committee be placed

on the agenda. Alderman Welsh moved, seconded by Alderman Gardner, that the petition be received and the report placed on agenda under 5g. Said motion was unanimously carried.

Liquid Alum for Wastewater Treatment--Bids

Town Manager Kendzior petitioned the Board that a consideration of these bids be placed on the

agenda. Alderman Smith moved, seconded by Alderman Welsh, that the petition be received and the consideration of liquid alum bids be placed on agenda under 5h. Said motion was unanimously carried.

Traffic Problems--Estes Drive Post Office

Mayor Lee read a letter from Ms. Marian R. Pennick, asking the Board to take some action in view

of the dangerous traffic situation at the Estes Drive Post Office. Alderman Welsh moved, seconded by Alderman Gardner, that the petition be received and referred to Streets Committee for consideration and report back to the Board at a later time. Said motion was unanimously carried.

Refunds--R. B. Daughtry

Town Clerk Roberts petitioned the Board that the consideration of

this matter be placed on the agenda. Alderman Smith moved, seconded by Alderman Gardner, that the petition be received and placed on the agenda under 7. Said motion was unanimously carried.

Sewage Restrictions Policy

Mayor Lee said that discussions have been held with Carrboro of-

ficials about the adoption of a policy on sewage restrictions and utilization; action by Carrboro Board of Aldermen is expected in the near future.

Citizens Sedimentation Task Force--Appointment

Mayor Lee announced that County Board of Commissioners is requesting that Town appoint a mem-

ber to serve on this Task Force, which will be charged with the responsibility of studying the needs of the county relative to sedimen-

tation and erosion and eventually the proposing of a sedimentation ordinance for the county. The first meeting will be held on Tuesday, October 29, 1974, at 8:00 p.m. in the Commissioners' Room at the Court House in Hillsborough. Alderman Smith moved, seconded by Alderman Gardner, that Alderman Welsh be appointed as a representative from Town to serve on Citizens Sedimentation Task Force. Said motion was unanimously carried.

Executive Session--Personnel Matters

Mayor Lee announced that there will be an Executive Session after the Board meeting to discuss personnel matters.

Parking Advisory Committee-Report

Alderman Welsh reported that Parking Advisory Committee met with Ms. Levine, Mr. Nassif, Mr.

Rockness, Mr. Evans and Alderman Welsh in attendance; Mr. Augustine was unable to be present but concurs with the committee recommendations. At October 7, 1974 Board meeting, a report was distributed from Town Manager, recommending that the Town not continue monthly leased parking since 1) all the agreements with owners of Lots 5, 6 and 7 have expired; 2) even by increasing the monthly charge for a parking space to \$15 per month, the anticipated revenue would still not be sufficient to cover actual expenditure; 3) problem of enforcement is a continuous one; 4) continuation of operating these lots will require specific improvements; and 5) to legally enforce leased parking, additional sign requirements will be necessary to identify each individual space, together with proper signing and marking of the entire lots. The Parking Advisory Committee concurs with Town Manager's recommendation and recommends that leases be terminated as of December 31, 1974, that lot owners be notified of this immediately, that the leasees be notified immediately of Town's decision to discontinue providing leased spaces on these lots, and that parking meters be removed from lots 5, 6 and 7 by December 31, 1974. Town should consider not only whether it should continue to provide monthly parking spaces on a leased basis but also whether it wishes to continue operating parking lots as a public service. At the moment this is properly related to the operation of the bus system to see what effect it will have on parking in CBD. Alderman Marshall moved, seconded by Alderman Welsh, that the leases be terminated as described on December 31, 1974, that both the owners and leasees be notified immediately and that parking meters be removed by December 31, 1974. Alderman Cohen asked what the Town's position is in regard to the non-expired space rentals. Town Attorney Denny said that Town will be responsible for advising these persons that Town is not operating these parking lots anymore and refund any unused parking fees. Some of the lot owners may wish to continue operating private parking lots, but leasees will have to renegotiate for these spaces. Alderman Smith amended the motion to include that refunds would be made when necessary. Town Attorney Denny said that the parking lots have been operating on a month-to-month basis, but leasees were given the option to pay for more than a month at a time, as a convenience to them. Alderman Cohen asked about the actual operational deficit for these lots this year. Town Manager Kendzior said that he does not have the exact figures, but that the deficit was considerable; the discontinuing of these lots will also free Town time that has been spent in connection with ticketing. Said amended motion was unanimously carried. Alderman Welsh said that the Parking Advisory Committee also discussed the operation of lots 1 and 2; the committee feels that additional information is needed before a report can be made on parking policy in CBD, Lot 2 is not yet paying its own way, since there is not much business there at night; it may be better to keep just Lot 1 open at night. The Committee is recommending that Town Manager appoint a liaison to the Committee by November 1, 1974, who would have a clear administrative responsibility in regard to these two lots. The Committee also feels that a uniform charge should be made for partial-hour parking; at the present time the situation is ambiguous and differs from that of on-street parking which is 10¢ for a half hour. Town Manager Kendzior said that at

the present time the parking lot charges are 20¢ for the first hour, and 5¢ per 15 minutes thereafter. Alderman Cohen said that 13 cars/lot/hour pay the attendant's salary and any extra cars provide income to Town; at night there are seldom less than 13 cars in a lot. Alderman Welsh said that the figures showing the loss on Lot 2 also include the cost of improvements; in September the lot was operating at a profit. Alderman Cohen said that it would be simpler for the attendants to figure the rates on half-hour basis and suggested that rates be set at 20¢ for the first hour and 10¢ for each half-hour thereafter. Mayor Lee said that signs need to be posted, clearly stating the parking rates. Alderman Marshall said that merchants are upset about losing on-street parking spaces to buses and said that Lot 2 should be kept open at night through Christmas and the situation reassessed then. Alderman Welsh asked when the meter-bus-token system can be integrated. Town Manager Kendzior said that the meters have already been converted and that he has met with merchants to discuss the tokens, Town will start selling these next week but merchants may dispense them at different times. It will be necessary to set up a separate token fund, since bus revenue fund will have to be reimbursed for tokens returned through buses. Alderman Welsh moved, seconded by Alderman Gardner, that the administration of Lots 1 and 2 be improved, that Town Manager appoint someone to serve as liaison to Parking Advisory Committee to administer these lots, and that the policy for partial hour charges be established as 10¢ per half-hour fraction and 20¢ per hour. Said motion was unanimously carried.

A-95 Review of Mental Health Center Grant Proposal

Mr. Kurt Jenne, Assistant Town Manager for Community Development and Services, said that the report

on the Orange-Person-Chatham Mental Health Center grant proposal, which was distributed to Board members, is primarily for the information of COG delegates prior to October 23 COG meeting. Alderman Smith said that if Town anticipates using the land at Northside School for recreational purposes, then it should work on a lease agreement with the School Board now. Alderman Marshall said that the Town needs to await the decision as to whether Orange County will buy the whole area from Northside School or just the building. Alderman Gardner asked if the grant can be made, since the property is owned by the School Board. Mr. Jenne said yes; the School Board can decide whether it wishes to lease or sell the property, but the decision has not yet been made. Alderman Welsh said that the land is flat and well suited for recreational uses; it would be appropriate for Town to go on record supporting the use of this site for recreation. Mayor Lee requested Town Manager Kendzior to write letters to Superintendent of Schools and to County Manager expressing Town's interest in the area for recreational purposes and requesting that this information be made available to the respective Boards at the appropriate time.

Garbage Truck--Bids

Town Manager Kendzior said that 1974-75 Budget allocated \$25,000

from Revenue Sharing Funds for the purchase of a garbage truck. Notice to bidders appeared in the September 25, 1974 edition of Chapel Hill Newspaper and complete specifications were sent to twelve prospective bidders. On October 9, 1974 two bids were received. Due to the difficulty of securing bids for trucks in the current market and due to the fact that any further delay in ordering a truck will result in increased costs because of inflation and the legal requirement for air brakes which will become effective March 1, 1975, the Director of Public Works and Purchasing Agent recommend acceptance of the bid from Worth-Keeter of Charlotte, N. C. for \$26,221.75. The extra 1,221.75 would come from Revenue Sharing contingency fund. Alderman Rancer asked whether the truck would have to go to Charlotte to be serviced. Mr. Joseph Rose, Public Works Director, said that routine servicing would be done at the Public Works garage, but it would be taken by a tow truck to Charlotte if major repairs were needed. Town Attorney Denny asked whether the specifications asked about the site of servicing and indicated that this would be taken

into account in awarding the bid. Mr. Rose said that he does not have the information with him. The truck does have a one-year warranty and would have to be taken to Charlotte to keep warranty. For regular work, parts would be available from Miller Truck Sales of Durham. The last truck that Town bought had to be taken two or three times for repairs, but the truck had lighter use than is anticipated with this new vehicle. Mr. Rose said that he does not know whether the bid submitted by Miller Truck Sales includes the air brakes, since orders for trucks had to be placed by a certain date to guarantee delivery without air brakes; if the air brakes are included, then the difference in bids is minimal, since Town would be getting more for their money. Alderman Cohen asked that this information be obtained. Town Attorney Denny said that the bid has to be accepted by November 9, 1974. Alderman Smith asked about the cost of taking the truck to Charlotte for repairs. Mr. Rose said that he estimates the cost to be \$75-100 for a one way trip by wrecker. Additional costs would involve time paid to the person delivering the truck. Alderman Smith moved, seconded by Alderman Welsh, that action on the bid be delayed until next Board meeting. Said motion was unanimously carried.

Pick-Up Trucks--Bids

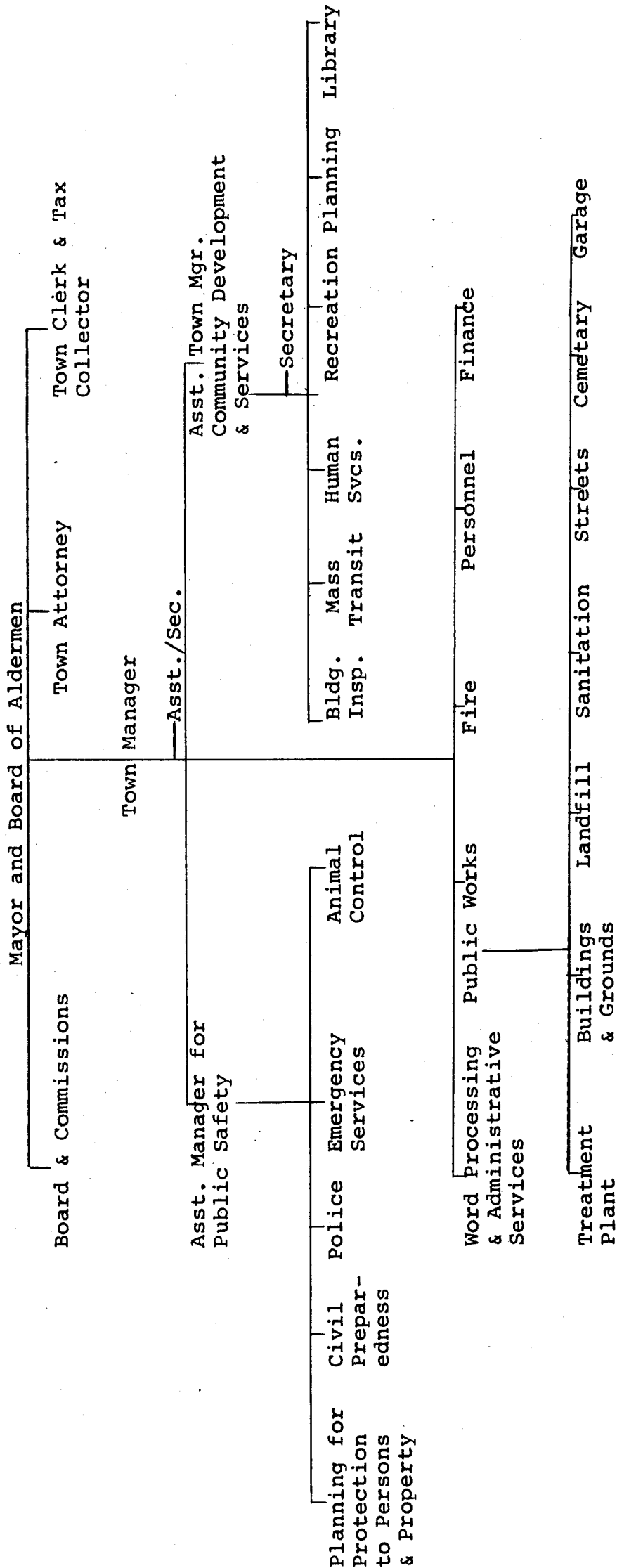
Town Manager Kendzior reported that previous bids on the pick-up trucks were rejected on October 7, 1974, and Board directed that bids be re-submitted for 1975 models only. Notice to bidders appeared in the October 9, 1974 edition of the Chapel Hill Newspaper. Notices and specifications were sent to eight prospective bidders in the area. On October 16, 1974, three bids were received, all of them substantially over the budgeted amount. In addition, Ilderton Dodge decided to include on their bid sheets rebids on 1974 models despite the fact that specifications called for 1975 models. These bids were much closer to the budgeted amounts. Since it would not be proper to accept the unsolicited bids on 1974 models, even though they meet specifications and are more desirable, the Purchasing Agent recommends rejecting these bids and resubmitting for bids for 1974-75 model trucks. Mayor Lee said that at the last meeting Board expressed concern about readvertising for 1975 trucks only if the only reason why Ilderton Dodge previous bid for 1974 trucks was not accepted was that they failed to include a bid bond. Town Manager Kendzior said that the 1974 pick-up trucks would have needed to be brought up to specifications; it was felt that since no new 1974 models are being made, it would be easier to meet all the specifications with 1975 models. Town Manager now recommends that the bids be resubmitted for 1974 and 1975 models. Alderman Welsh moved, seconded by Alderman Smith, that the bids be rejected and resubmitted for 1974 and 1975 trucks. Said motion was unanimously carried.

Departmental Reorganization--Report

Town Manager Kendzior reported that the purpose of the departmental reorganization is to help the Manager to become more effective in directing the Board's policy, and also have sufficient time to plan, organize, and direct the services provided by the Town government. Two Assistant Town Manager positions are created (Assistant for Development and Community Services, and Assistant Town Manager for Public Safety), as a management team aimed at having authority and responsibility to concentrate on, and solve problems. The department reorganization will enable the Town Manager to reduce his span of control to a manageable number so that the Town Manager can manage the operations of the Town more effectively, and at the same time facilitate improved administrative coordination and organizational communication. Reorganization will enable the Town to accomplish the following: (1) better distribution of personnel and supervisory responsibility to enable the Town Manager to exercise more control over the organization; (2) more time available to the Town Manager to permit the Town Manager to communicate with the Mayor and Board, and to direct the implementation of policy established by the Mayor and Town Board; (3) more time available for

the Town Manager to devote time and effort in improving Town operations; (4) facilitate further savings with better and expanded services to the public; and (5) it would result in a savings of \$8,045 in the first year alone.

PROPOSED DEPARTMENTAL REORGANIZATION



In response to questions from Mr. Dick Mathews, Town Manager Kendzior said that the two assistant managers will be receiving \$1,000 per year more in their new positions, but since the reorganization will enable the abolition of several other positions, the overall effect will be \$8,573 reduction in salaries. The salaries were set to be competitive with other communities of similar size and similar positions. Job descriptions for the positions are available, except that the one for Assistant Town Manager for Public Safety will need to be modified to include jobs relating only to public safety, since Mr. Blake would not otherwise be eligible for his law enforcement pension. Mayor Lee said that, as part of the reorganization, Employees Services area will also be established, dealing with employment applications, employee records, job descriptions, promotional opportunities, and retirement programs. Alderman Welsh said that salaries make up an important part of the budget. At budget time, the Board got information from the Institute of Government and from League of Municipalities on salaries and job descriptions. Town employees also were given a cost of living adjustment. Mr. Mathews asked about the rationale behind the reorganization. Mayor Lee said that the reorganization has been planned for a long time in an effort to update administration as part of an overall updating of Town Government. The next step will be taken when Charter Commission submits its recommendation of reorganization on the executive level. The third level will be trying to get citizens more involved in Town government. Town also needs to consider making its salaries competitive with other local employers, so that Town employees can afford to live in Chapel Hill, because of the high cost of living here. Alderman Smith moved, seconded by Alderman Marshall, that the departmental reorganization be approved as submitted by Town Manager. Alderman Smith asked for comments on the position of Assistant Manager for Public Safety. Town Manager Kendzior said that this position will be responsible for Emergency Services, which is a new area and is trying to implement emergency 911 communication system; for Animal Control, which now also includes cats and other miscellaneous animals; for Civil Preparedness, which has been moved from Fire Department; for Planning for Protection to Persons and Property, which has been taken from Police Department to give it more planning time; and for Police Department, relieving the new police chief of the responsibility of planning and developing of the department. Alderman Welsh said that she feels Mr. Blake and Mayor Lee should assist Town Manager in the selection of the new police chief. Town Manager Kendzior said that one of the conditions of acceptance of the Assistant Town Manager Position by Mr. Blake was that he assist in choosing the new chief. This position will be advertised through professional magazines and will take at least six weeks. The motion was unanimously carried.

Janitorial Services for
Police Department Building
 --Bids

Mayor Lee asked about Mr. Washington's present performance in his job providing janitorial services for the Chapel Hill

Police Department Building. Chief Blake said that there have been no serious problems; he has been on the job a year and Chief Blake has no complaints about his performance. Mayor Lee said that he is concerned that Mr. Washington has done an exceptional job in keeping the building clean but that he could not provide a bid bond which is making his bid unacceptable even though it is lower. Town Attorney Denny said that it is Board policy to require a performance bond and Mr. Washington has been able to get a performance bond since the staff recommendation was made. Alderman Smith moved, seconded by Alderman Welsh, that the maintenance contract for the Police Department Building be awarded to Albert Washington of Chapel Hill, for \$650.00 per month for a period of 20 months beginning November 1, 1974. Town Attorney Denny said that although formal bids were solicited, under statutes this was not required; if the Board wishes to consider this as informal solicitation for bids, Mr. Washington's bid can be accepted. Said motion was unanimously carried.

Transportation Advisory Committee--Report

Mr. Marvin Silver, Chairman of Transportation Advisory Committee, reported that the first meeting was

held last week. The Committee recommends that Board authorize immediate drafting of grant proposal for additional capital funds, to be submitted no later than December 1, 1974, even if this means hiring outside consultants. Town Manager Kendzior said that the grant could not be drafted with Town personnel only, since about three weeks of continuous work is needed on the grant and no Town personnel can be spared for this length of time. Mr. Silver said that the Committee estimates that an outside consultant would cost \$2-4,000, depending whether the old grant is amended or a new capital grant written. Alderman Gardner said that he thought UMTA had indicated that a grant amendment would be acted on favorably. Mayor Lee said that, based on latest conversations with UMTA, it may be better to request a new grant; an expert opinion on this is needed before a decision is made. Alderman Smith asked how much of the grant information would be gathered by staff. Mayor Lee said that it would be better if the person hired for writing the grant gathered the information himself, since this would make for a smoother-written grant and also permit better follow-through. Alderman Welsh moved, seconded by Alderman Marshall, that the Board give Transportation Advisory Committee authority to hire a consultant to proceed with the grant application process immediately; the budget is limited to \$3,500 and needs to come back to the Board to exceed this amount. Alderman Smith amended the motion to set the budget at \$2-4,000, with a grant submission deadline of December 1, 1974. Said motion was unanimously carried.

Liquid Alum For Wastewater Treatment--Bids

Town Manager Kendzior said that 1974-75 Budget allocated \$53,462 for chemicals, a large portion of

which is for liquid alum. Notice to bidders appeared in the October 9, 1974 edition of the Chapel Hill Newspaper and notices and specifications were sent to seven prospective bidders in the area. On October 16, 1974, three bids were received of which two were no bid. Three more bids of no bid have been received since that time. Two additional bidders have been located and one of the bidders who did not respond the first time has indicated a desire to bid. The bid from Howerton-Gowan Chemical Co., Inc. of \$67.50/ton is legal and probably reasonable. However, the Director of Public Works and the Purchasing Agent recommend rejection of these bids and readvertising in order to give more bidders an opportunity to bid. Alderman Welsh moved, seconded by Alderman Gardner, that the bids be rejected and readvertised. Said motion was unanimously carried.

Lake Forest Subdivision, Section XII--Final Plat Approval

Mr. Kurt Jenne, Assistant Town Manager for Community Development and Services, said that the original plat for Lake Forest Section

12 was approved and recorded without the signature of the property owner dedicating Kenmore Road to public use. This plan must now be routinely reapproved and rerecorded with the owner's signature certifying the dedication. Staff and Planning Board recommend approval. Alderman Welsh moved, seconded by Alderman Gardner, that the final plat for Lake Forest Subdivision, Section XII be approved. Said motion was unanimously carried.

Appearance Commission--Appointment

Mayor Lee said that Chancellor N. Ferebee Taylor has nominated Mr. Gordon H. Rutherford to fill

the vacancy on the Appearance Commission, for a term expiring December 31, 1974. Alderman Gardner moved, seconded by Alderman Cohen, that Gordon H. Rutherford be appointed to Appearance Commission for a term ending December 31, 1974 by acclamation. Said motion was unanimously carried.

Refunds--R. E. Daughtry

Permit #393 for \$50.00 on October 31, 1969 and has used the card for four loads. On October 14, 1974 he discovered that Town no longer honors this type of permit. Town Clerk recommends a refund of \$42.00. Alderman Welsh moved, seconded by Alderman Smith, that Mr. R. E. Daughtry be refunded \$42.00. Said motion was unanimously carried.

Town Clerk Roberts reported that Mr. Daughtry purchased Disposal

Parking Facilities Fund,
Fiscal Year Change--
Resolution

Mayor Lee said that change in Parking Facilities Fund fiscal year will make all town fiscal years consistent with July 1 -

June 30, as required by state law N.C.G.S. 159-8. A special seven-month budget will be submitted later to cover the December 1, 1974 to June 30, 1975 period. Town Attorney Denny read the resolution. Alderman Welsh introduced the following resolution which was read:

A RESOLUTION SUPPLEMENTING THE RESOLUTION ADOPTED BY THE BOARD OF ALDERMEN OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, ON NOVEMBER 30, 1965, ENTITLED: "A RESOLUTION AUTHORIZING THE ISSUANCE OF \$240,000 PARKING FACILITIES REVENUE REFUNDING BONDS OF 1965 OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, UNDER THE PROVISIONS OF THE REVENUE BOND ACT OF 1938, TO PROVIDE FUNDS FOR REFUNDING THE OUTSTANDING PARKING FACILITY REVENUE BONDS, DATED JULY 1, 1963, ISSUED TO FINANCE THE EXISTING OFF-STREET PARKING FACILITY AND ENLARGING SAID PARKING FACILITY IN ORDER TO PROVIDE ADDITIONAL PARKING SPACES; PROVIDING FOR THE ISSUANCE OF ADDITIONAL PARKING FACILITIES REVENUE BONDS FOR PAYING THE COST OF ADDITIONAL PARKING FACILITIES; PROVIDING FOR THE FIXING, COLLECTING AND APPLICATION OF RATES, FEES AND CHARGES FOR THE USE OF SUCH PARKING FACILITIES AND THE CREATION OF CERTAIN SPECIAL FUNDS: PLEDGING TO THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SUCH REVENUE BONDS CERTAIN NET REVENUES OF SUCH PARKING FACILITIES; AND SETTING FORTH THE RIGHTS AND REMEDIES OF THE HOLDERS OF SUCH BONDS."

BE IT RESOLVED by the Board of Aldermen of the Town of Chapel Hill:

Section 1. The Board of Aldermen has determined and does hereby find and declare:

(a) That the Board of Aldermen of the Town of Chapel Hill duly adopted on November 30, 1965, a resolution (the "Resolution") entitled:

"A RESOLUTION AUTHORIZING THE ISSUANCE OF \$240,000 PARKING FACILITIES REVENUE REFUNDING BONDS OF 1965 OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, UNDER THE PROVISIONS OF THE REVENUE BOND ACT OF 1938, TO PROVIDE FUNDS FOR REFUNDING THE OUTSTANDING PARKING FACILITY REVENUE BONDS, DATED JULY 1, 1963, ISSUED TO FINANCE THE EXISTING OFF-STREET PARKING FACILITY AND ENLARGING SAID PARKING FACILITY IN ORDER TO PROVIDE ADDITIONAL PARKING SPACES; PROVIDING FOR THE ISSUANCE OF ADDITIONAL PARKING FACILITIES REVENUE BONDS FOR PAYING THE COST OF ADDITIONAL PARKING FACILITIES; PROVIDING FOR THE FIXING, COLLECTING AND APPLICATION OF RATES, FEES AND CHARGES FOR THE USE OF SUCH PARKING FACILITIES AND THE CREATION OF CERTAIN SPECIAL FUNDS; PLEDGING TO THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SUCH REVENUE BONDS CERTAIN NET REVENUES OF SUCH PARKING FACILITIES; AND SETTING FORTH THE RIGHTS AND REMEDIES OF THE HOLDERS OF SUCH BONDS."

(b) That the Resolution defines the term "fiscal year" to mean the period commencing on the first day of December and ending on the last day of November of the following year.

(c) That in order to facilitate compliance by the Town of Chapel Hill with the requirements of Section 159-8 of the General Statutes of North Carolina, it is necessary and proper to provide that the Annual Operating Budget and the annual audit, required by Sections 503 and 708 of the Resolution, respectively cover the period specified in Section 2 of this Resolution.

Section 2. Sections 503 and 708 of the Resolution shall be supplemented by adding the following sentence at the end of each such Section:

"For the purposes of this Section the term 'fiscal year' shall mean the period beginning July 1 and ending June 30, or such other period as the Board of Aldermen may from time to time specify by resolution."

Section 3. This resolution shall take effect upon its passage.

Thereupon, upon motion of Alderman Smith, seconded by Alderman Marshall, the foregoing resolution entitled:

"A RESOLUTION SUPPLEMENTING THE RESOLUTION ADOPTED BY THE BOARD OF ALDERMEN OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, ON NOVEMBER 30, 1965, ENTITLED: 'A RESOLUTION AUTHORIZING THE ISSUANCE OF \$240,000 PARKING FACILITIES REVENUE REFUNDING BONDS OF 1965 OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, UNDER THE PROVISIONS OF THE REVENUE BOND ACT OF 1938, TO PROVIDE FUNDS FOR REFUNDING THE OUTSTANDING PARKING FACILITY REVENUE BONDS, DATED JULY 1, 1963, ISSUED TO FINANCE THE EXISTING OFF-STREET PARKING FACILITY AND ENLARGING SAID PARKING FACILITY IN ORDER TO PROVIDE ADDITIONAL PARKING SPACES; PROVIDING FOR THE ISSUANCE OF ADDITIONAL PARKING FACILITIES REVENUE BONDS FOR PAYING THE COST OF ADDITIONAL PARKING FACILITIES; PROVIDING FOR THE FIXING, COLLECTING AND APPLICATION OF RATES, FEES AND CHARGES FOR THE USE OF SUCH PARKING FACILITIES AND THE CREATION OF CERTAIN SPECIAL FUNDS; PLEDGING TO THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SUCH REVENUE BONDS CERTAIN NET REVENUES OF SUCH PARKING FACILITIES; AND SETTING FORTH THE RIGHTS AND REMEDIES OF THE HOLDERS OF SUCH BONDS.'"

was passed by the following vote:

Ayes: Aldermen Cohen, Gardner, Marshall, Rancer, Smith and Welsh.

Noes: None.

Revenue Bonds--Resolution

Mayor Lee asked that the Board consider supporting legislation

permitting the issuance of Revenue Bonds to finance industrial facilities. A copy of the resolution was sent to his office requesting support. Alderman Cohen said that he is concerned that the revenue bonds would be used to permit corporations to borrow money at lower rates; he is also concerned about the possible conflict of their use for private industry which may cause possible eventual adverse action by Congress. For this reason he cannot vote for the resolution. Alderman Welsh said that she agrees with Alderman Cohen. Alderman Smith said that he feels that this use of the bonds may attract desirable private industry to the community. Mayor Lee said that he feels that this use of the bonds may attract industry to many other areas of state that are suffering from a lack of decent industry. Alderman Gardner said that while Orange County may not take advantage of this, other counties in state need to have this opportunity. Alderman Welsh asked what happens if Revenue Bond payments cannot be met. Mayor Lee said that government entities will not be responsible for the bonds. Alderman Smith moved, seconded by Alderman Gardner, that the following resolution be adopted:

RESOLUTION

WHEREAS, on April 8, 1974 the North Carolina General Assembly did ratify and enact, by votes of 103 to 4 and 39 to 3, Chapter 1222 of the Session Laws of North Carolina; and

WHEREAS, this act amends Chapter V of the Constitution of the State of North Carolina so as to authorize the issuance of Revenue Bonds to finance industrial facilities, including pollution control facilities; and

WHEREAS, this act provides that the amendment is to be submitted to the qualified voters of the State on November 5, 1974, in the form that will allow a vote for or against "...constitutional amendment to create jobs and employment opportunities and to protect the environment by authorizing issuance of Revenue Bonds to finance industrial and pollution control facilities..."; and

WHEREAS, this method of financing is now available to industry in forty-eight of fifty states; and

WHEREAS, the cost of adequate treatment to all types of pollution discharges continues to increase on a daily basis, and as Industrial Revenue Bond financing has become a widely respected and established method of obtaining funds at attractive interest rates and on an attractive term of payment; and

WHEREAS, this method of financing is not available to the citizens of North Carolina's existing manufacturing community; and North Carolina's Communities are not able to choose whether or not they will offer prospective or existing employers the method of financing existing in surrounding states; and

WHEREAS, these conditions represent an intolerable competitive disadvantage to North Carolina industry and to North Carolina communities who want to do this type of financing;

NOW, THEREFORE, BE IT RESOLVED that the Town Board of Aldermen of Chapel Hill do endorse and support the pending Amendment to Chapter V of the North Carolina Constitution.

This the 21st day of October, 1974.

Said motion passed by a vote of four to two, with Aldermen Cohen and Welsh opposing.

Salary Ordinance--
Departmental Reorganization

Alderman Welsh moved, seconded by Alderman Smith, that the following ordinance to amend an ordinance

establishing salary ranges for the period July 1, 1974 to June 30, 1975 be adopted:

O R D I N A N C E

AN ORDINANCE TO AMEND AN ORDINANCE ESTABLISHING SALARY RANGES, POSITION CLASSIFICATIONS, SALARIES, BONDS OF OFFICIALS AND CERTAIN BENEFITS FOR THE VARIOUS SALARIED AND HOURLY FULL-TIME EMPLOYEES, AND SALARIES FOR THE VARIOUS PART-TIME AND NON-PERMANENT EMPLOYEES WITHIN THE SERVICE OF THE TOWN OF CHAPEL HILL, NORTH CAROLINA, FOR THE PERIOD JULY 1, 1974 TO JUNE 30, 1975.

BE IT ORDAINED by the Board of Aldermen of the Town of Chapel Hill, Orange County, State of North Carolina:

SECTION I

That the ordinance be amended as follows:

<u>Position</u>	<u>No.</u>	<u>Hours</u>	<u>Range No.</u>	<u>Salary Range</u>
Assistant Town Manager for Community Deve- lopment and Services	1	40	36	\$19,082 - 24,840

Assistant Town Manager for Public Safety	1	40	36	\$19,082 - 24,840
Director of Planning	1	40	33	\$16,488 - 21,540
Director of Inspections	1	40	28	\$12,912 - 16,884
Zoning Admin- istrator	1	40	28	\$12,912 - 16,884
Planner	1	40	25	\$11,160 - 14,580
Assistant for Employee Services	1	40	19	\$ 8,328 - 9,156
Secretary	1	40	16	\$ 7,188 - 9,612
Custodian I (School-Recreation)	1	40		\$2.19 per hour

SECTION II

All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

This the 21st day of October, 1974.

Said motion was unanimously carried.

Appropriation Ordinance--
Departmental Reorganization

Alderman Smith moved, seconded by Alderman Gardner, that the following ordinance to amend appro-

priation ordinance to include departmental reorganization be adopted, with deletion of garbage truck bid increase for consideration at a later meeting:

O R D I N A N C E

AN ORDINANCE TO AMEND THE BUDGET ORDINANCE FOR THE FISCAL YEEAR BEGINNING JULY 1, 1974 AND ENDING JUNE 30, 1975.

BE IT ORDAINED by the Board of Aldermen of the Town of Chapel Hill:

SECTION I

That the Budget Ordinance of the Town of Chapel Hill entitled "An Ordinance to Appropriate Funds and to Raise Revenue for the Fiscal Year Beginning July 1, 1974 and Ending June 30, 1975" as duly adopted on July 15, 1974 be and the same is hereby amended as follows:

<u>General Fund (10)</u>	<u>Increase/Decrease</u>	<u>Total</u>
10-420-02 (Salaries & Wages)	\$33,838	\$106,010
10-420-74 (Capital Outlay)	1,400	5,750
10-490-02 (Salaries & Wages)	(280)	151,275
10-490-74 (Capital Outlay)	250	7,545
10-620-02 (Salaries & Wages)	206	63,352
10-660-99 (Contingency)	(31,249)	36,306

SECTION II

All ordinances and portions of ordinances in conflict herewith are hereby repealed.

This the 21st day of October, 1974.

Said motion was unanimously carried.

Work Session--Recreation
Commission

Mayor Lee requested Alderman Welsh to set a time with Recreation Commission for a work session to

consider some of the problems that have come up between the Board and the Commission.

I-40 Committee

Alderman Welsh asked if the committee to see the Governor on

I-40 has been appointed. Mayor Lee said no, although some of the principal people in the three counties have been contacted. Alderman Welsh said that a Statewide Transportation plan has been proposed and it would be a good time to get the information to the Governor.

Staff Vacancies--Acting
Director of Finance

Town Manager Kendzior reported that Ms. Lynne G. Powell will serve as Acting Director of Finance until a

new Director of Finance is selected.

Flood Insurance Meeting

Town Manager Kendzior reported that a Flood Insurance Meeting will be

held in Chapel Hill on October 30, 1974 at 10:00 a.m. in the Municipal Building Conference Room and that interested public is invited to attend.

Regular October 28, 1974
Meeting--Cancellation

Alderman Smith moved, seconded by Alderman Gardner, that the regular meeting of October 28, 1974 be

cancelled and next regular meeting be held on November 4, 1974. Said motion was unanimously carried.

There being no further business to come before the Mayor and the Board of Aldermen, said meeting was adjourned at 10:10 p.m.



Mayor



David B. Roberts, Town Clerk