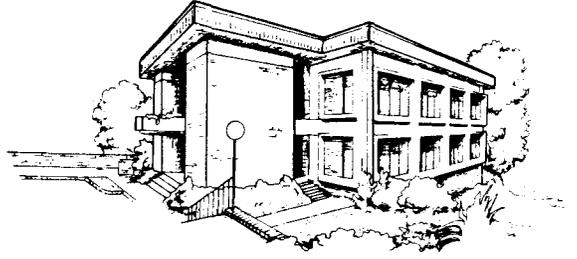


TOWN OF CHAPEL HILL

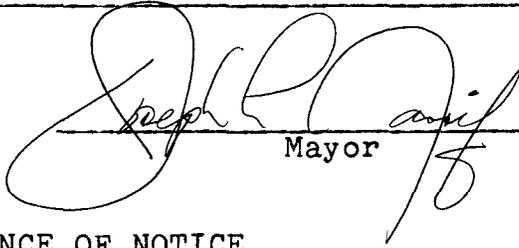
306 NORTH COLUMBIA ST.
CHAPEL HILL, N.C., 27514
(919) 929-1111



NOTICE OF SPECIAL MEETING OF THE CHAPEL HILL TOWN COUNCIL

TO: MEMBERS OF THE CHAPEL HILL TOWN COUNCIL

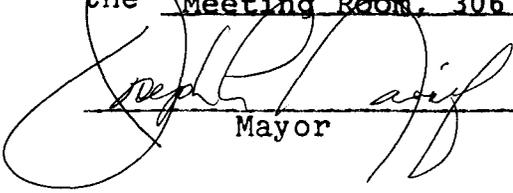
You, and each of you, are hereby notified that the Town Council has called a Special Meeting, to be held in the Meeting Room, at 7:15 pm on January 7, 1985, to consider a Resolution of Intent to Issue Revenue Bonds for Parking Purposes



Mayor

ACCEPTANCE OF NOTICE

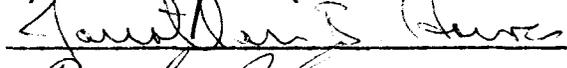
We, the undersigned, members of the Chapel Hill Town Council, hereby accept notice of a Special Meeting of the Council, called by Honorable Joseph L. Nassif, Mayor, to be held in the Meeting Room, 306 N. Columbia, Jan. 7, 1985 at 7:15 pm.

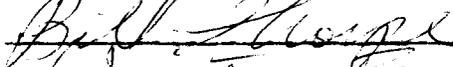


Mayor

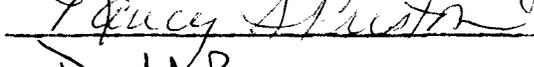


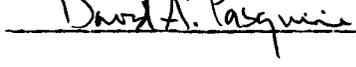












MINUTES OF A SPECIAL MEETING
OF THE MAYOR AND COUNCIL OF THE TOWN OF CHAPEL HILL, MUNICIPAL
BUILDING, MONDAY, JANUARY 7, 1985, 7:15 P.M.

Mayor Joseph L. Nassif called the meeting to order. Council Members present were:

- Winston Broadfoot
- Jonathan Howes
- Beverly Kawalec
- David Pasquini
- Nancy Preston
- R. D. Smith
- Bill Thorpe

Council Member Marilyn Myers Boulton was absent, excused. Also present were Town Manager, David R. Taylor, Assistant Town Managers, Sonna Loewenthal and Ron Secrist, and Town Attorney, Grainger Barrett.

Mayor Nassif stated that Council would consider a resolution authorizing the Manager to apply to the N.C. Local Government Commission to issue revenue bonds to finance the acquisition of the Pearsall property, and to use cash from an interfund loan for closing. The site is at the corners of Franklin, Rosemary & Church Streets.

Manager Taylor made a brief presentation on the resolution. He stated that the closing on the Pearsall property, set for Jan. 15, 1985, required the use of an interfund loan until the sale of revenue bonds could be arranged.

COUNCIL MEMBER BROADFOOT MOVED, SECONDED BY COUNCIL MEMBER HOWES TO ADOPT RESOLUTION (85-R-1).

A RESOLUTION REGARDING PURCHASE OF THE PEARSALL PROPERTY (85-R-1)

WHEREAS, the Town of Chapel Hill has agreed to purchase the "Pearsall Property," at the corners of Franklin, Rosemary and Church Streets, for public parking purposes, and

WHEREAS, the purchase price of the Pearsall Property is \$1.4 million pursuant to a Contract to Purchase dated November 12, 1984 with the respective sellers of that property, and

WHEREAS, improvements to said property to prepare it for parking lot purposes will cost an additional \$250,000, and

WHEREAS, the closing for the purchase of the Pearsall Property is set for January 15, 1985,

NOW, THEREFORE, BE IT RESOLVED by the Council of the Town of Chapel Hill that the Council resolves that it may be desirable and appropriate to utilize the credit of the Town of Chapel Hill, pursuant to the issuance of revenue bonds or otherwise, to finance the purchase of the Pearsall Property, and the Council hereby expresses its intention to pursue the issuance of a sufficient amount of its revenue bonds, through and with the approval of the Local Government Commission, as might be prudent to finance acquisition of the Pearsall Property; and

FURTHER RESOLVED, that the Town Manager is authorized and directed to apply to the Local Government Commission for issuance of such principal amount of the Town's parking revenue bonds as might be prudent to finance acquisition of the property; and

245
FURTHER RESOLVED, that the Town Manager is authorized to close the purchase and acquisition of the Pearsall Property on January 15, 1985, as presently scheduled, by an interfund loan to the Parking Fund from any Town funds legally available therefor, in the event that the Local Government Commission has not acted on the Town's application sufficiently in advance of January 15, 1985 conveniently to permit closing on such date, or in the event that issuance of such parking revenue bonds would be found to be not the most appropriate or best alternative available to the Town after consultation with the Local Government Commission and prospective purchasers of such parking revenue bonds; and

FURTHER RESOLVED, that the Town Manager is authorized and directed to execute on behalf of the Town all papers or documents necessary or desirable to carry out the intent of this resolution.

This the 7th day of January, 1985.

Council Member Broadfoot asked questions concerning the number of spaces to be provided and if the revenue from these spaces would pay for the bonds. He also asked whether or not using revenue bonds for financing would prohibit the Town from selling the property during the period of the bond. Manager Taylor stated that he anticipated the demand for parking to pay for the operating costs and the debt. He further stated that the Town could call in the bond at any time.

Council Member Smith asked if the management felt there would be any problem in getting the Local Government Commission to approve the bonds, with the Rosemary Square project and others under consideration. Manager Taylor responded that he did not foresee any problems in obtaining necessary approvals.

THE MOTION PASSED UNANIMOUSLY, (8-0).

The Special Meeting was adjourned at 7:25 P.M.

Mayor Joseph L. Nassif

Nancy Wells, Information Services