

**FAYETTEVILLE CITY COUNCIL
REGULAR MEETING MINUTES
CITY HALL COUNCIL CHAMBER
MAY 28, 2013
7:00 P.M.**

Present: Council Members Keith Bates, Sr. (District 1); Kady-Ann Davy (District 2); Robert A. Massey, Jr. (District 3);

Darrell J. Haire (District 4); Bobby Hurst (District 5); William J. L. Crisp (District 6);
Valencia A. Applewhite (District 7);

Wade Fowler (District 8); James W. Arp, Jr. (District 9)

Absent: Mayor Anthony G. Chavonne

Others Present:

Theodore Voorhees, City Manager
Rochelle Small-Toney, Deputy City Manager
Karen McDonald, City Attorney
Dele Smith, Assistant City Manager
Brian Meyer, Assistant City Attorney
Patricia Bradley, Police Attorney
Lisa Smith, Chief Financial Officer
Victor Sharpe, Community Development Director
Scott Shuford, Development Services Director
Tracie Davis, Corporate Communications Director
Karen Hilton, Planning and Zoning Division Manager
Craig Harmon, Planner II
Rebecca Rogers-Carter, Strategic Planning Manager
Jamie McLaughlin, Downtown Manager
Pamela Megill, City Clerk
Members of the Press

1.0 CALL TO ORDER

Mayor Pro Tem Arp called the meeting to order.

2.0 INVOCATION

The invocation was offered by Steve and Lynn Newsome, Co-Directors of the Quaker House.

3.0 PLEDGE OF ALLEGIANCE

The Pledge of Allegiance to the American Flag was led by the Mayor Pro Tem and City Council.

4.0 APPROVAL OF AGENDA

MOTION: Council Member Hurst moved to approve the agenda.

SECOND: Council Member Haire

VOTE: UNANIMOUS (9-0)

5.0 CONSENT

Council Member Applewhite requested Item 5.1 be pulled for discussion and separate vote and Council Member Fowler requested Item 5.2 be pulled for discussion and separate vote.

MOTION: Council Member Massey moved to approve the consent agenda with the exception of Items 5.1 and 5.2.

SECOND: Council Member Davy

VOTE: UNANIMOUS (9-0)

5.1 Pulled for a separate vote by Council Member Applewhite.

5.2 Pulled for a separate vote by Council Member Fowler.

5.3 Airport Commission ex-officio membership.

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE AMENDING SECTION 3-51(b)(2), EX OFFICIO, NONVOTING MEMBERS, OF ARTICLE II, AIRPORT COMMISSION, OF THE CODE OF ORDINANCES OF THE CITY OF FAYETTEVILLE, NORTH CAROLINA. ORDINANCE NO. S2013-009.

5.4 Capital Project Ordinance Amendment 2013-29 (Linear Park Project).

The amendment appropriated an additional \$46,300.00 for the Linear Park Project, as well as related improvements at the Cross Creek Park.

5.5 Capital Project Ordinance Amendment 2013-30 (Airport Runway and Taxiway Improvements in Federal Project AIP 39).

The amendment appropriated an additional \$45,050.00 for the grant funded airport capital project.

5.6 Capital Project Ordinance Amendment 2013-31 (Transit Capital Grant 469).

The amendment appropriated an additional \$492,795.00 for the project and funded by \$404,322.00 in federal grant proceeds and a required local match of \$88,473.00 from the General Fund.

5.7 Capital Project Ordinance Amendments 2013-32 and 2013-33 (Transit Capital Grant 514); Special Revenue Fund Project Ordinance Amendment 2013-7 (Transit Planning Grant 514); and Associated Resolutions Authorizing NC Department of Transportation (NCDOT) Capital and Planning Grants.

Capital Project Ordinance Amendment 2013-32 and Special Revenue Fund Project Ordinance Amendment 2013-7 appropriated \$115,000.00 in state grant funds and reduced the local match from the General Fund by the same amount for transit projects associated with Federal Grant 514. In addition, the resolutions authorized the City Manager to execute the associated grant agreement with the NCDOT.

Capital Project Ordinance Amendment 2013-33 increased the transit capital project budget by \$64,441.00 by appropriating additional Federal Transit Administration (FTA) funds of \$51,553.00 and a required local match of \$12,888.00.

RESOLUTION AUTHORIZING CITY OF FAYETTEVILLE TO ENTER INTO AN AGREEMENT WITH THE NORTH CAROLINA DEPARTMENT OF TRANSPORTATION (FY 2014 TRANSIT CAPITAL GRANT NC-90-X514)). RESOLUTION NO. R2013-024.

RESOLUTION AUTHORIZING CITY OF FAYETTEVILLE TO ENTER INTO AN AGREEMENT WITH THE NORTH CAROLINA DEPARTMENT OF TRANSPORTATION (FY 2014 TRANSIT PLANNING GRANT NC-90-X514). RESOLUTION NO. R2013-025.

5.8 Case No. P13-13F. City-initiated rezoning from LI LightIndustrial to CC Community Commercial or to a more restrictive district for property located at 4311 Bragg Boulevard. Containing 2.01 acres more or less and being the property of Bill Claydons Tattoo World Inc.

5.9 Case No. P13-16F. Initial zoning to LC Limited Commercial or to a more restrictive district for property located on W. Mountain Drive. Containing 0.77 acres more or less and being the property of Charles Horne.

5.10 Fayetteville Advisory Committee on Transit (FACT) membership. RESOLUTION TO REVISE MEMBERSHIP REQUIREMENTS OF THE FAYETTEVILLE ADVISORY COMMITTEE ON TRANSIT (FACT). RESOLUTION NO. R2013-026.

5.11 Federal Advocacy Partnership Memorandum of Understanding.

5.12 Approve meeting minutes:

April 2, 2013 – Work Session

April 8, 2013 - Discussion of Agenda Items

April 8, 2013 - Regular Meeting

April 10, 2013 - Special Budget

April 17, 2013 - Agenda Briefing

April 22, 2013 - Discussion of Agenda Items

April 22, 2013 - Regular Meeting

5.13 Bid recommendation for installation of Cape Fear substation to Lee Electrical Construction, Aberdeen, NC, lowest responsive bidder, in the amount of \$1,363,150.00.

Bids were received as follows:

Lee Electrical Construction (Aberdeen, NC)..... \$1,363,150.00

Pike Electric (Charlotte, NC)..... \$1,369,761.87

Sumter Utilities (Sumter, SC)..... \$2,057,714.21

5.14 Request from Cape Fear Botanical Garden.

The Cape Fear Botanical Garden (CFBG) was seeking to refinance to take advantage of lower interest rates. The original 2009 loan in which the City Council agreed to subordinate the City's interest was in the amount of \$5.5 million. The loan refinance would have a principal amount of \$3.1 million. The CFBG was requesting that the City execute an addendum to the new deed of trust, as it did with the original deed of trust, so that the CFBG could refinance the loan. The City's restrictions and reversionary interest would again be released in the 10.1 acre tract during the time CFBG was indebted to the bank and in the event of foreclosure and would reattach upon satisfaction of the deed of trust.

5.1 Adoption of resolution advocating for passage of special legislation to allow the City of Fayetteville to confidentially disclose limited personnel information to the members of the Citizen Review Board to facilitate its review of police disciplinary cases.

This item was pulled by Council Member Applewhite. She stated she would like to have an opportunity to meet with the Police Benevolent Community and citizens before voting on the item, and therefore was requesting Council to table the item until the next regular meeting.

MOTION: Council Member Applewhite moved to table the item until the June 10, 2013, regular City Council meeting.

SECOND: Council Member Crisp

VOTE: PASSED by a vote of 7 in favor to 2 in opposition (Council Members Massey and Fowler)

5.2 Adoption of a resolution of the City Council opposing House Bill 773.

This item was pulled by Council Member Fowler. He stated he was not in agreement with the Rental Action Management Program (RAMP) as it treated property owners that rent out their properties differently from property owners that reside in their homes.

Council Member Crisp stated there were mechanisms in place that addressed resident home owners that do not comply with the Code, and stated he did not see a disparity.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE OPPOSING HOUSE BILL 773. RESOLUTION NO. R2013-023.

MOTION: Council Member Davy moved to adopt the resolution opposing House Bill 773.

SECOND: Council Member Hurst

VOTE: PASSED by a vote of 8 in favor to 1 in opposition (Council Member Fowler)

6.0 PUBLIC HEARINGS

6.1 Case No. P13-17F. Initial zoning to SF-6 Single Family Residential or to a more restrictive district for property located on Tammy and Holland Streets. Containing 3.2 acres more or less and being the property of Shaw Area Church of God and Cumberland County.

Mr. Craig Harmon, Planner II, presented this item with the aid of a power point presentation. Mr. Harmon showed vicinity maps and gave overviews of the current land uses, current zonings, surrounding land uses and zonings, and 2010 Land Use Plan. He stated the Shaw Area Church of God petitioned for annexation so that it could hook in to the PWC's utilities (water service).

He stated once the petition was received, staff noticed that the church property was part of a previous residential subdivision involving four adjacent lots now owned by the County. He stated staff contacted the County to see if they were interested in having their properties annexed at the same time. He reported that the County's properties were currently vacant and if developed in the future, would need to be annexed as well to hook in to PWC utilities. He stated the County agreed to have their properties annexed at the same time as the church. He stated the City's most comparable district would be the SF-6 Single Family District. He advised the Zoning Commission recommended approval to initially zone the properties to SF-6. He stated there was one speaker in opposition to the request who filed an appeal to the Zoning Commission's recommendation. He advised the Zoning Commission and staff recommended approval of the rezoning to the SF-6 Single Family Residential based on (1) SF-6 being the

closest equivalent zoning district in the City and (2) R6 County zoning surrounding the properties.

Council Member Massey inquired if the land was contiguous to the City. Mr. Harmon responded in the negative and stated it was a satellite site.

Council Member Massey inquired if the satellite was referred to as a doughnut, called Shaw Heights, and if so, were the petitioners requesting annexation as a result of the policy the City had with PWC regarding water hook-up. Mr. Harmon responded in the affirmative.

This is the advertised public hearing set for this date and time. The public hearing was opened. Mr. Joe Tolley, 1231 Charmain Street, Fayetteville, NC 28311, appeared in opposition and stated he was appealing the Zoning Commission recommendation. He requested clarity on how much property was involved in the annexation as a letter he received from the County stated 3.2 acres, yet he measured the property himself and found it to be only 2 acres. He requested the item be tabled until all the facts had been received.

There being no one further to speak, the public hearing was closed.

Council Member Bates inquired what the procedures were when a citizen appeals a Zoning Board recommendation. Mr. Harmon responded the Zoning Board was only a recommending body; they could not zone or rezone properties. He explained typically, if the Zoning Board recommended approval and the staff recommended approval, then the item would be presented to Council in the form of a consent item. He further explained as a result of Mr. Tolley filing an appeal, the item was coming before Council as a public hearing thereby providing an opportunity for citizens to address the Council.

Council Member Applewhite inquired how the size of the site was determined. Mr. Harmon responded staff used the County tax records, but with the addition of the size of various right-of-ways, it increased the property size.

Council Member Applewhite stated she was confused as to what measurement should be stated in the motion for the annexation.

Council Member Crisp stated he was not willing to institute the annexation until the figures were clarified. He inquired what the specific interest of Mr. Tolley was as to whether he was a property owner contiguous to the proposed annexation property. Mr. Harmon responded he was not, but was a resident of Shaw Heights.

Council Member Massey stated he would support holding off on making a decision until all of the facts had been put in place.

Council Member Fowler stated he wanted to see the same amount of land stated in both the rezoning and the annexation.

A discussion period ensued.

MOTION: Council Member Massey moved to table the item until the June 10, 2013, regular City Council meeting.

SECOND: Council Member Crisp

VOTE: PASSED by a vote of 8 in favor and 1 in opposition (Council Member Hurst)

6.2 Public hearing to consider a petition requesting annexation of a noncontiguous area known as property of Shaw Area Church of God and Cumberland County (2 parcels are owned by church and 4 parcels are owned by County) (Located on the eastern side of Holland Street and the southern side of Tammy Street in the Shaw Heights community).

Mr. David Nash, Planner II, stated this request originated on November 16, 2012, when officials from the Shaw Area Church of God submitted an annexation petition for two parcels owned by the church in order to connect the sanctuary building to an existing PWC water line which was in the street adjacent to the building. He explained the church property was in the Fayetteville MIA and therefore the owner was required to submit an annexation petition. He stated the property was not contiguous to the City, but could be annexed as a satellite. He stated there was an existing satellite area located nearby that was annexed on October 24, 1977. He explained the church's two parcels were part of a six-parcel subdivision for residential development and the other four parcels were owned by Cumberland County. He stated in order for any of the parcels to be annexed as a satellite, all six parcels needed to be part of the proposed annexation area

pursuant to state law. He stated on March 18, 2013, the Cumberland County Board of Commissioners adopted a resolution waiving any objection to the inclusion of the four County-owned parcels in the proposed annexation area which made it possible for the annexation petition to be processed by the City.

This is the advertised public hearing set for this date and time. The public hearing was opened. Mr. Anthony Brown, 636 Dawless Road, Fayetteville, NC 28311, appeared in favor and stated he was a trustee from the Church of God and was requesting approval.

There being no one further to speak, the public hearing was closed.

MOTION: Council Member Bates moved to table the item until the June 10, 2013, regular City Council meeting.

SECOND: Council Member Crisp

VOTE: UNANIMOUS (9-0)

6.3 Public hearing to consider a petition requesting annexation of a contiguous area known as the Charles Horne Stormwater Facility Property (Located on the northern side of West Mountain Drive).

Mr. David Nash, Planner II, presented this item and stated this was a request to annex property along the northern side of West Mountain Drive. He stated the petitioner was planning to construct a building for the Orkin Pest Control Company. He stated as of mid-May 2013, grading had been done on the site for the Orkin building but no building permit had been issued. He stated the area annexed on September 24, 2012, had not included the adjacent land to the north where the petitioner was planning to construct a future stormwater facility. He stated in order for the City to be able to inspect the entire Orkin Pest Control Company development site, the entire development site would need to be inside the City. He stated the petitioner then requested annexation of the land for the stormwater facility. He stated staff received the petition on March 14, 2012, and the petition was updated on May 13, 2013, which showed different parcel numbers and clarified that one of the parcels in the area was owned by Carolina Sun Investments, LLC. He provided a review of the City services wherein the City operating departments reported that the impact would be minimal. He stated the Fire Department reported the area was within the adopted baseline travel time established in the City's Fire/Emergency Management Standard of Cover document. He provided a review of the PWC services and reported PWC water and sewer were available to the area and PWC electrical service was also available to the area. He stated in August 2012 a new law went into effect regarding the use of stormwater ponds, which stated development projects located within five miles from the farthest edge of an airport "air operations area" shall not be required to use stormwater retention ponds, stormwater detention ponds, or any other stormwater control measure that would promote standing water. He explained the purpose was to reduce the impacts and attraction of birds and other wildlife that would pose a hazard to aircraft. He stated staff had made the petitioner and engineer for the project aware of the law. He stated the City Engineer reported the developer would need to submit plans to the City before they develop. This is the advertised public hearing set for this date and time. The public hearing was opened. Mr. Charles Horne, 317 Parkview Avenue, Fayetteville, NC 28305, appeared in favor and requested approval of the annexation request.

There being no one further to speak, the public hearing was closed.

AN ORDINANCE TO EXTEND THE CORPORATE LIMITS OF THE CITY OF FAYETTEVILLE, NORTH CAROLINA [CHARLES HORNE STORMWATER FACILITY PROPERTY - WEST MOUNTAIN DRIVE (NORTHERN SIDE OF) – AREA INCLUDES TWO TAX PARCELS: PIN 0436-00-3201 (ALL) and PIN 0436-00-0086 (PART OF)]. ANNEXATION ORDINANCE NO.2013-05-542.

MOTION: Council Member Davy moved to adopt the annexation ordinance with an effective date of May 28, 2013, to include the rezoning approved under Consent Item No. 5.9 – LC Limited Commercial.

SECOND: Council Member Massey

VOTE: UNANIMOUS (9-0)

7.0 OTHER ITEMS OF BUSINESS

7.1 Adoption of the City of Fayetteville FY 2014 Strategic Plan.

Ms. Rebecca Rogers-Carter, Strategic Planning Manager, presented this item and stated as the City of Fayetteville continued to grow and thrive, the City Council was looking to chart a course with a strategic plan that would articulate a vision for the community's future to help ensure vitality and sustainability. She stated the City of Fayetteville was guided by a comprehensive strategic planning process. She stated the City Council was meeting annually to refine the items that comprised the City's strategic plan and to ensure that it was reflective of the changing needs of the growing community. She stated the strategic plan had five main areas that represented a commitment to serving the community. She stated the plan was comprised of a vision for the community; an organizational mission and core values; five-year goals supporting the long-term vision for the City; and annual Targets for Action (TFA) to advance progress toward the goals. She stated the model was aligning City programs and spending with long-term goals, bringing critical needs into focus, and providing an organizational roadmap for success. She stated the City's strategic plan was a critical component of a larger system of planning for the organization's success, which included the annual budget process, citizen input, capital and technology prioritization, and financial planning. She stated the City's strategic planning process was designed to build upon past successes, yet also accommodate proactive response to changing environments. She stated this year they incorporated more input from staff and citizens to shape the priorities of the plan, and to focus on areas of unity and common interests among the City Council, staff, and citizens. She introduced Fountainworks facilitators Mr. Warren Miller and Ms. Julie Brennan.

Mr. Warren stated in this strategic plan they had identified the following six goals for the next five years, which would help achieve the vision:

- 1.The City of Fayetteville will be a safe and secure community.
- 2.The City of Fayetteville will have a strong, diverse, and viable local economy.
- 3.The City of Fayetteville will be designated tot include vibrant focal points, unique neighborhoods, and high quality, effective infrastructure.
- 4.The City of Fayetteville will be a highly desirable place to live, work, and recreate with thriving neighborhoods and a high quality of life for all citizens.
- 5.The City of Fayetteville will have unity of purpose in its leadership and sustainable capacity within the organization.
- 6.The City of Fayetteville will develop and maintain strong and active community connections.

Ms. Brennan stated the City Council had also prioritized 13 specific targets for action for staff to enact this year to achieve these goals. She stated they incorporated performance measures for each of the goals into the plan, so that they could measure the impact they were having on the goals. She noted that an edit was necessary for Goal No. 1, Performance Measure No. 2, "Create gang task force", to be replaced with "Enhance gang prevention and reduction strategy". Council Member Applewhite thanked Mr. Warren and Ms. Brennan for a very productive and fun strategic planning process.

Council Member Crisp thanked Mr. Warren and Ms. Brennan for their direction and significant focus.

Mayor Pro Tem Arp stated the strategic planning process was a great job all around, and implementation was the key to achieving the goals.

MOTION: Council Member Bates moved to adopt the City of Fayetteville FY 2014 Strategic Plan to include the edit to Goal No.1, Performance Measure No. 2, "Create gang task force", to be replaced with "Enhance Gang Prevention and Reduction Strategy".

SECOND: Council Member Haire

VOTE: UNANIMOUS (9-0)

7.2 Community Development - Approval of update to the Downtown Fayetteville Renaissance Plan.

Ms. Jami McLaughlin, Downtown Development Manager, and Mr. William Grimes, Studio Cascade, presented this item with the aid of a power point presentation. Ms. McLaughlin stated the Downtown Development Plan was a Strategic Plan Target Action Item in FY 2011 as part of the City Council strategic planning process and reported on quarterly. She stated the end result was that funding was approved in FY 2012 for a consultant to develop a new plan of work for the next ten years. She stated the City of Fayetteville through the Community Development Department contracted a team of consultants led by Studio Cascade, Inc., to update the 2002 Downtown Fayetteville Renaissance Plan and to provide strategic visioning services for Downtown Fayetteville. She introduced Mr. William Grimes, Studio Cascade consultant. Mr. Grimes reviewed the following goals of the plan:

- To engage stakeholders in the creation of an inspiring vision for the future of Downtown Fayetteville, creating a framework for the role the City of Fayetteville and partnering agencies would play in realizing that vision;
- To create shared goals for the City of Fayetteville that would enable all stakeholders to align programs and services to meet these goals;
- To provide strategic and tactical planning resulting in a specific set of short- and long-term strategies and action items over a ten-year period; and
- To assure the plan would address Downtown Fayetteville issues and provide real value to the stakeholders by creating measurable results for the City of Fayetteville.

Mr. Grimes stated community outreach efforts since September 2012 included stakeholder interviews, a weeklong “storefront studio”, online surveys and social media, marketing/advertising in print and broadcast media, presentations and workshops with the Fayetteville Planning Commission, and multiple public workshops. He stated the major push in the plan was to emphasize the relationship between Fayetteville State University, the central core, and the Cape Fear River, targeting public and private investment to enhance the crescent that links all three. He stated improvements to Murchison Road, new development projects in the core, a re-imagined Russell Street, and a redeveloped Campbellton town site form the backbone of the strategy. He stated later phases in the downtown strategy would look to build upon the crescent, stimulating reinvestment in neighborhoods around Old Wilmington Road, Grove Street, the Orange Street School, and the industrial district in the southwestern portion of the planning area.

Mr. Grimes stated the following elements would transform the downtown in the early phases of the plan and demonstrate how the downtown would evolve:

- The new Campbellton town master plan, with a mix of residential, retail, and employment uses taking advantage of the Cape Fear River frontage;
- A Russell Street that would serve as the primary linkage to the new Campbellton town from the central core, with mixed housing and retail uses and an enhanced streetscape, potentially including a streetcar in its median;
- Individual development projects in the central core, including a permanent Farmers Market, a visual performing arts center, and a variety of housing projects to help sustain retail demand downtown; and
- Development of “Catalyst Site 1” on Murchison Road as an indicator of the increasing ties between Fayetteville State University and the central core, enhancing pedestrian linkages between the university and the central core and elevating economic activity in that portion of downtown.

Mr. Grimes continued by stating the Planning Commission held a public hearing on April 23, 2013, and voted unanimously to recommend to City Council to approve the adoption of the plan. He stated the plan was also presented at the May 6, 2013, City Council work session. He stated implementation should occur over the next ten years. He stated recommended strategies would sustain the improvement already made and both extend and expand initiatives to continue momentum; support existing private investment; and encourage new, more diverse investment. He stated since 2002, over \$76 million had been invested in construction including over \$21 million in public investment and \$55 million in private investment.

A brief discussion period ensued.

MOTION: Council Member Davy moved to approve the update of the Fayetteville Downtown Renaissance Plan.

SECOND: Council Member Hurst

VOTE: UNANIMOUS (9-0)

7.3 Presentation of Appointment Committee recommendations for boards and commissions appointments.

Council Member Hurst stated the Appointment Committee met on May 16, 2013, to review applications for appointments to the Historic Resources Commission and the Zoning Commission. He stated it was from that meeting the Appointment Committee was presenting the following recommendations for appointments to the City of Fayetteville boards and commissions:

<u>Applicants</u>	<u>Terms</u>
<u>Historic Resources Commission</u>	
Ira Neil Grant (2nd Term - Category 3 At-Large)	May 2013–March 2015
Catherine M. Mansfield (2nd Term - Category 6 At-Large)	May 2013-March 2015
<u>Zoning Commission</u>	
Benjamin Stout (Fill-In)	May 2013–Sept 2013
Guillermo Matias (Alternate)	May 2013–Sept 2014

Council Member Crisp acknowledged and gave thanks for the many years of volunteer service to the City from Ms. Colleen Astrike and stated he mourns her passage.

MOTION: Council Member Hurst moved to approve the recommended appointments with respective terms of office.

SECOND: Council Member Crisp

VOTE: UNANIMOUS (9-0)

7.4 Presentation of Recommended Fiscal Year 2013-2014 Budget.

Mr. Theodore Voorhees, City Manager, provided an overview of the recommended Fiscal Year 2013-2014 budget with a power point presentation. He provided graphs showing how the City of Fayetteville was measuring up against the cities of Durham, Wilmington, High Point, Greensboro, Cary, and Winston-Salem in respect to 2011 total property tax burden per capita, administration staffing levels, Human Resource Development staffing levels, Planning/Land Use staffing levels, and Information Technology staffing levels. He stated for each category Fayetteville scored the lowest and the source of the data was from the John Locke Foundation. He provided an overview of the three decision filters that were utilized for the recommended budget which included the Strategic Plan, Citizen Survey, and City Council Budgetary Guidelines. He stated the recommended base budget would maintain the current tax rate of 45.6 cents per \$100.00 of assessed evaluation and the Downtown Municipal Service District current tax rate of 10 cents per \$100.00 of assessed valuation. He stated it would align appropriations by portfolio to provide maximum flexibility in service delivery and accountability, accommodate the Police Department's realignment and new organizational structure, propose minor revenue enhancements in fees for stormwater and solid waste services, transition from Time-Warner Cable to the new FAY-TV7 government access channel to better communicate with the citizens, reassign the Stormwater Fund with the street sweeping program, transition Environmental Services to an enterprise fund, implement two minor FAST route adjustments with offsetting savings, fund the implementation of Phase II of the Classification and Compensation Study, provide for a modest 2.5 percent merit pay increase opportunity, fund the proposed Capital Improvement Program and the Information Technology Plan, establish a \$1 million revolving fund for corridor improvement initiatives, and provide a \$1 million one-time boost to accelerate street resurfacing in response to feedback from citizens and City Council. He stated the proposed stormwater fee of \$4.00 per month would result in an annual increase of \$12.00 per year to produce and additional \$1.7 million per year. He stated the primary purpose of the increase was to fund storm drainage system improvements and eliminate the General

Fund subsidy for street sweeping. He stated the proposed solid waste fee would be \$48.00 per year which was previously known as the recycling fee. He stated the annual increase of \$10.00 would produce an additional \$599,000.00 which would reduce the General Fund subsidy. He stated the recommended budget included \$1.3 million in new initiatives that would be covered by changes in the financial relationship with PWC. He stated in addition approximately \$2.7 million in new initiatives were being deferred due to the realignment study. Mr. Voorhees provided Council with the following three options for Parks and Recreation Project Proposals of which all were requiring a tax increase:

- Option 1 1.5 cent X 15 years = \$35,000,000.00
- Option 2 1 cent X 15 years = \$24,000,000.00
- Option 3 .5 cent X 15 years = \$12,000,000.00

Mr. Voorhees stated the Police staffing budget proposal would involve the COPS Grant + 1 cent on the tax rate = 15 officers and \$3 million for a district office.
A discussion period ensued.

Mr. Steven Blanchard, PWC General Manager, presented the proposed FY 2014 budget for the Fayetteville Public Works Commission. He stated a major focus was continuing in replacing and refurbishing aging infrastructure in the water, sanitary sewer, and electric utility systems. He stated funding for this type of work had continually increased over the last few years and was increased in this budget. He presented the PWC FY 2013-2014 recommended budget as follows:

Electric Fund	\$242,288,200.00
Water and Wastewater Fund	103,834,500.00
FMISF	<u>7,759,500.00</u>
Total 2013-2014 Budget	<u>\$353,882,200.00</u>

This item was for information purposes only and no action was taken.

8.0 ADMINISTRATIVE REPORTS

8.1 Monthly statement of taxes for April 2013.

2012 Taxes.....	\$425,145.95
2012 Vehicle.....	457,988.83
2012 Taxes Revit.....	3,224.10
2012 Vehicle Revit.....	984.67
2012 FVT.....	50,017.31
2012 Transit.....	50,017.36
2012 Storm Water.....	12,628.82
2012 Fay Storm Water.....	25,257.73
2012 Fay Recycle Fee.....	21,627.43
2012 Annex.....	0.00
2011 Taxes.....	10,892.16
2011 Vehicle.....	15,702.16
2011 Taxes Revit.....	0.00
2011 Vehicle Revit.....	20.20
2011 FVT.....	2,784.12
2011 Transit.....	2,784.11
2011 Storm Water.....	449.50
2011 Fay Storm Water.....	899.00
2011 Fay Recycle Fee.....	855.99
2011 Annex.....	0.00
2010 Taxes.....	1,960.21
2010 Vehicle.....	1,875.01
2010 Taxes Revit.....	13.62
2010 Vehicle Revit.....	0.00
2010 FVT.....	441.51
2010 Transit.....	441.50

2010 Storm Water.....	60.18
2010 Fay Storm Water.....	120.35
2010 Fay Recycle Fee.....	152.56
2010 Annex.....	0.00
2009 Taxes.....	637.67
2009 Vehicle.....	817.14
2009 Taxes Revit.....	0.00
2009 Vehicle Revit.....	0.00
2009 FVT.....	183.65
2009 Transit.....	183.65
2009 Storm Water.....	48.00
2009 Fay Storm Water.....	96.00
2009 Fay Recycle.....	114.00
2009 Annex.....	0.00
2008 and Prior Taxes.....	652.54
2008 and Prior Vehicle.....	3,317.82
2008 and Prior Taxes Revit.....	0.00
2008 and Prior Vehicle Revit.....	0.00
2008 and Prior FVT.....	534.68
2008 and Prior Transit.....	100.99
2008 and Prior Storm Water.....	16.35
2008 and Prior Fay Storm Water.....	32.71
2008 and Prior Fay Recycle Fee.....	57.24
2008 and Prior Annex.....	14.70
Interest.....	32,851.96
Revit Interest.....	141.79
Storm Water Interest.....	606.64
Fay Storm Water Interest.....	1,212.28
Annex Interest.....	1.92
Fay Recycle Interest.....	1,102.16
Fay Transit Interest.....	1,467.95
Total Tax and Interest.....	\$1,130,536.22

9.0 ADJOURNMENT

MOTION: Council Member Fowler moved to cancel the Budget work session meeting scheduled for May 29, 2013.

SECOND: Council Member Bates

VOTE: UNANIMOUS (9-0)

There being no further business, the meeting adjourned at 9:17 p.m.