

Dunn City Council
Regular Meeting
Tuesday, November 12, 2024
6:30 p.m., Dunn Municipal Building

Minutes

PRESENT: Mayor William P. Elmore Jr., Mayor Pro Tem J. Wesley Sills, Council Members Raquel McNeil, April Gauden, Billy N. Tart, Alan Hargis, and Dr. David L. Bradham.

Also present: City Manager Steven Neuschafer, Assistant City Manager Billy R. Godwin, Finance Director Cary McNallan, Chief of Police Cary Jackson, Parks and Recreation Director Brian McNeill, Human Resources Director Connie Jernigan, Public Works Director Dwayne Williams, Water Plant Manager Ian Stroud, Wastewater Plant Manager Donrie Dukes, Administrative Support Specialist Sydney McKoy, City Attorney Tilghman Pope, and City Clerk Melissa R. Matti.

CALL TO ORDER AND INVOCATION

Mayor Elmore opened the meeting at 6:30 p.m. Pastor Dennis Manuel gave the invocation. Afterwards, Council Member McNeil led in the Pledge of Allegiance.

Mayor Elmore asked that the City think about the Dafford family - a local family in Dunn that's had a presence for many years. Bo Dafford, a former Council Member of the Dunn City Council lost his wife Sunday morning.

AGENDA ADJUSTMENT AND APPROVAL

Motion by Council Member Bradham and second by Council Member Gauden to adopt the November 12, 2024 meeting agenda by adding item #5.5 Special Event Permit #SEP-20-2024 – Another Barber Shop to hold Customer & Community Appreciate day. This is a Pre-Thanksgiving Meal and clothing giveaway at 614 E Broad Street on Saturday, November 23rd – 10 a.m. to 6 p.m. **Motion unanimously approved.**

PRESENTATIONS

FY24 Financial Audit Presentation

Finance Director McNallan advised the Council that the City has wrapped up the FY24 Financial, and our auditor is here tonight to give a presentation. There is an audit transmittal letter in the agenda packet, along with the Independent Auditor's Report, and the Management Discussion and Analysis, which is also referred to as the MDNA. The Audit was completed by October 31st, which is our deadline. It's been sent to the LGC, and the LGC has accepted it. So, it's been approved.

Finance Director McNallan said that as the Finance Director he gets a lot of credit for what comes out of the Finance Department. But he could not do it without the help of his staff, and they are a super staff. He acknowledged Patty Rowland, Cindy Rodriguez, Alexa Kallesten, and Alex Abling. Those missing tonight are Libby Tolly, Sandra Frazier, who is a part-time person and Holly Jackson. He said "Thank you so much for what they do. I couldn't do it without you."

Finance Director McNallan introduced Austin Eubanks from the firm of Thompson Price Scott Adams and Company, also known as TPSA who provided the presentation of the FY24 Audit. *A copy of the FY24 Financial Audit Presentation is incorporated into these minutes as Attachment #1.*

2025 World Series for Diamond Youth Baseball

Carolyn Elmore, Dunn Boosters Club & Jay Hardison, Diamond Youth Baseball

Carolyn Elmore represents the Dunn Area Recreation Boosters and is the Director of the 2025 World Series for Diamond Youth Baseball. She gave an update on the tournaments. These tournaments will bring 24 teams to our city with opening ceremonies being held at the football stadium at Campbell University on July 24th. Games will begin on July 25th at Tart Park. She explained that while she was in Louisiana at the DYB National Board Meeting in August a meeting was held with discussion about the DYB having a six year World Series in the future. We're excited to announce that Dunn going to host the first ever 6U World Series for Diamond Youth Baseball. That's actually T-ball, but they're coach pitched. It will be held at Tyler Park on the same dates as the 8U tournament at Tark Park. At this time, we are unsure how many teams will play in the 6U World Series Tournaments. There should be between 14 and 24 teams. These four (4) World Series Tournaments will be a great asset for the City of Dunn, Harnett County, and our neighboring communities. If you got any questions, Jay Hardison from the national board is here.

PUBLIC COMMENT PERIOD

Budget Amendment

Fairground Road Utility Extension

City Manager Neuschaefer explained that this a request to perform a budget amendment that would allow for a small water line extension along Fairground Road. Not only would it serve future developments, but also one that's proposed and has already been annexed into the city limits. The estimated cost for the water line extension is \$52,490.00 and we would just ask that this be approved.

Motion by Council Member McNeil and second by Council Member Gaulden to approve the attached budget amendment to fund the water line extension across Fairground Road. **Motion unanimously approved.** *A copy of Budget Amendment (BA-2024-16) is incorporated into these minutes as Attachment #3.*

NC Youth Sports

Grant Acceptance

Budget Amendment

Parks & Recreation Director McNeil; explained that in August, 2024 we applied for a Youth Sports Grant, which is a grant through the North Carolina Youth Outdoor Engagement. This is a new grant to the North Carolina that's generated through the sports bet and funds that that recently started this past spring. Through that grant we applied. This grant is intended for host sites to attract more regional tournaments to the state of North Carolina, which that's exactly where our World Series following is. In August we applied for the maximum amount of \$25,000 and we were informed in October that we were awarded for the full grant amount. That grant amount will go towards the temporary fencing that would be needed for the tournament. That was one of the requirements for the tournament, the temporary chain link fencing and the grant. It'll go on to pay for the full amount of the fence. That wouldn't be any anything from the City. That would be coming directly from the grant. What I have before you is a request to accept the grant, but also a budget amendment for those funds because those funds will not be reimbursed until 45 days prior to the event. The event is July 24th, so this budget amendment is so we can go ahead and purchase the equipment and have it on site and have it ready because it will take some time from the time of us purchasing the equipment to have it the site. So, this will allow us to be able to have it in place and ready prior to the event and then 45 days prior to the event, that's when we'll submit for our reimbursement.

Motion by Council Member Hargis and second by Council Member Bradham to approve acceptance of North Carolina youth sports grant in the amount of \$25,000.00 and approve the attached budget amendment request for \$25,000 to be used for equipment for the 2025 DYBAA World Series. **Motion unanimously approved.** *A copy of the Budget Amendment (BA-2024-15) is incorporated into these minutes as Attachment #4.*

Consideration of Offer to Purchase

19.68 Acres of City Property

Assistant City Manager Godwin reminded the Council that back in August the City received an offer to purchase from NVR Corporation that wants to buy this 19.6 acre lot that the city owns off Johnston St. The following month in September, they started going through the legal process. A resolution of intent to engage in the upset bid process was adopted and without going through all of that again essentially when somebody makes an offer to purchase city property one of the ways you go through the process is you advertise it and put out there what the offer is and offer other people an opportunity to upset that bid that was done there were no upset bids and so once that process is you get past the upset bid. Then the council then has to make the decision on whether or not to actually formally they accept the offer and so the upset bid has passed and in the last 3 or four weeks Tillman and I have been negotiating with the company that wants to buy the property to get the contract terms fine-tuned. What you have before you tonight is the revised contract Offer to Purchase that sets out the specific terms of the contract on the offer to purchase. We set out in the agenda abstract the principal terms, of course the purchase price for the property is \$250,000. Within that \$250,000 they've already put down \$12,500 of earnest money of which \$5,000 is non-refundable. \$750 would be refundable up until the end of the due diligence. There are several conditions attached to the offer that they made and one of those conditions is that the property has to be rezoned R-7 and then the rezoning has to allow up to 10 units on the property of 10 lots. On the property there's an extended closing date and we talked about this when we brought the resolution of intent before you. If you accept it tonight, they're going to be closing in the next 30 days, more or less a traditional closing. This could take up to 180 days during which time they'll be going through the zoning process, construction, subdivision process. Some of which are already underway.

Motion by Council Member Bradham and second by Council Member Tart to accept NVR, Inc.'s offer to purchase the real property identified as PIN#1526-08-5581.000 and authorize City Manager or his designee to execute the attached Assignable Real Estate Sales Contract and any other documents necessary to close the property sale. **Motion unanimously approved.** *A copy of the Assignable Real Estate Sales Contract is incorporated into these minutes as Attachment #5.*

Consideration of Inspections

adopt it. County will still conduct Fire Inspections for the City, but I think the county inspections does fire inspection for every municipality. That will not change.

Slater Johnson is our current Building Inspector. He is a Level 3 Building. In the world of Building Inspections you've got 5 or 6 different trades that you are certified in level 1, 2, or 3. Slater is a Level 3 Building Inspector. He has a provisional or probational Inspection Certificate for level 2 Electrical. He's just passed his electrical, so he can inspect anything other than requires a Level 3 inspection of Level 3 Electrical Inspection and if we needed one of those, then we would have to and that's in the agenda package that we would have to hire that out on an as needed basis until he gets his Level 3 Certificate. We've got a lot of hopes that with Slater with his credentials we'll be able to do our own thing sooner than later and we'd still actually have a vacant building inspection position as well. He added that that Slater Johnson was previously employed with the City for a number of years. He knows our system and he knows the building inspections pretty well.

Motion by Council Member Gaulden and second by Council Member McNeil to approve Amendment #1 to the City's contract with Harnett County for building inspection services and to authorize the Mayor, or his designee, to execute the amendment. **Motion unanimously approved.** *A copy of the Building Inspection Service3s Agreement Amendment #1 is incorporated into these minutes as Attachment #6.*

Consideration of BRIC

Grant Agreement

City Manager Neuschafer reminded the council that we had a presentation not too long ago about our award of a BRIC Grant, which is a Building Resilient Infrastructure and Communities Grant. This Grant is going to be broken down into two phases. The first phase being an engineering and administration phase. There is an agreement in your packet with the state of North Carolina and for this first phase out of a \$9 million project, this is a \$1.1 million phase. The budget impact for the City our share of that \$1.1 million is about \$330,000. We've already approved the budget for the project. So we need to designate someone as agent for the city of Dunn for this grant agreement project. I decided that Billy Godwin would be a great designee for the city of Dunn. This would authorize him to move forward and execute the North Carolina BRIC Grant Agreement. We also have another part of this, which would be grant administration and engineering components of this that we need to designate some contracts. Those portions will most likely happen next month, once we get some proposals, and then we'll move on from there. Once we execute the grant, there are very specific deadlines associated with that. Tilghman reviewed the document that are before you and pointed out several thresholds and requirements that the City has to provide whether it's through sub-agreements, with the grant agreements, or engineering. We still have a very specific timeline for all these things to take place. Once we do execute this, it'll be in motion to get this first phase done in a certain specific timeline. We're all very comfortable that we've had the COG and Samantha help us with the application and getting us up to this point where we actually have an agreement. Finally, it's taken almost a year to get this far. This is certainly not a race, but this is the next step and the progress as we move forward.

Motion by Council Member Gaulden and second by Council Member Tart to direct Assistant City Manager Billy Godwin to execute the North Carolina Building Resilient Infrastructure and Communities Grant Agreement. **Motion unanimously approved.** *A copy of the North Carolina Building Resilient Infrastructure and Communities Grant Agreement is incorporated into these minutes as Attachment #7.*

Consideration of Acceptance of A Small Rural Tribal-Macro Grant For Body-Worn Cameras

Police Chief Jackson advised the Council that she had come to ask for approval of the acceptance of the Small Rural Tribal Micro Grant for Body Worn Cameras. The Police Department currently requires the use of body worn cameras by all officers as mandated by our Department Policy the policy follows State National Standards that align with those that are required by our Kalia Accreditation. As you know, body worn cameras are a critical tool for gathering evidence, providing transparency, and ensuring integrity and accountability in our department. Our current system, which is Watch Guard Body Cameras was purchased in 2013. That includes the server for storage and both body worn and in car camera systems. They've offered good, reliable service. However, many of the devices have become non-operational or damaged requiring replacement and at the end of 2022 the Watch Guard Company was acquired by Motorola and currently they only offer refurbished cameras to our department. We've been having to replace these cameras with cameras that are damaged with refurbished ones. We've currently, as of January 2024, have replaced seven (7) of those cameras at a cost of \$3,500. It's \$500 every time. Say one of those devices and receive a refurbished one. Therefore, it's necessary for us to upgrade these devices to continue to comply with department policy and national standards. To help us to again maintain that level of integrity and accountability in our community this award should it be accepted. This is a grant of up to \$16,338. It does require a match. You'll see me again probably next month coming before you. I would have proposal to upgrade our camera systems with this grant; however, will provide up to that amount to help us with that effort.

Motion by Mayor Pro Tem Sills and second by Council Member Hargis to authorize the Police Department to accept funding for the small rural tribal body worn camera micro grant program. **Motion unanimously approved.**

requirements have been met, then they'll concur with our award and the project will be able to be moved forward. We already have the budget in place. We've already done a project ordinance and the breakdown. What we're asking tonight is for tentative award to move to the next phase of this project. You have a resolution to that effect in your packet. Randy McNeil from Davis Martin Powell's was here for any questions

Motion by Council Member Bradham and second by Council Member Gaulden to tentatively award Contract 1 TO Park Construction of Morrisville, North Carolina for the Effluent Forcemain in the amount of \$12,695,775 AND Contract 2 to J. Cumby Construction of Cookeville, TN for the Effluent Pump Station in the amount of \$2,283,000 and approve the related Capital Project Ordinance Amendment. **Motion unanimously approved.** *A copy of the Resolution of Tentative Bid Award(R2024-45) and Capital Project Ordinance Amendment – Black River Wastewater Treatment Plant Effluent Project (O2024-27)is incorporated into these minutes as Attachment #8.*

**Administrative Reports
Goals & Objectives**
City Manager Neuschafer

Finance Director McNallan provided the following financial report for the period ending October 31, 2024:

- Finance Director McNallan provided the following financial report for the period ending October 31, 2024:
- The City has \$10.3 million cash and investments, compared to \$4.8 million last year. The reason this is up so high and different from a year ago is because of these grants. These projects that we're building and then it just takes time to pay the contractor. It takes time to get the money back from the State when we do our draw request and you're going to see more of that as we award a bunch of these projects. Here tonight we have that staff that I introduced you to. I've got two people that does capital projects draws and they try to stay on top of that. We try to submit them as quickly as we can to try to get our money back as quick as we can. That's why you're seeing such a variance in the cash and then because we're in the middle of or the end of October, we're at the 33% benchmark
- Property Taxes collected for March are \$361,000, compared to \$519,000 last year.
- Today we've collected \$844,000 Sales Tax receipts. Our July receipts were \$284,000 which was \$8,500 less than July of last year and we should be getting the next report probably tomorrow
- Building Permit Fees for the month of October \$15,397 today we've collected \$43,000, which is about 27% of our budget.
- General Fund expenditures for month are \$950,098, with total expensed to-date at \$10,987,116 or 78% of Budget, compared to \$11,080,768 in 2023. Revenues to-date are \$11,507,150 or 81.7% of budget.
- Water and Sewer fund expenditures for the month are \$399,751, with total expensed to-date at \$6,998,283, or 64.8% of budget, compared to \$5,579,245 last year. Revenues to-date are \$7,635,645 or 70.7% of budget.
- Stormwater fund expenditures for the month were \$8,236, with total expenses to-date of \$399,542, or 93.8% of budget. Revenues to-date are \$190,316 or 44.7% of budget.
- The benchmark for this period is 83.3% of budget.

Reports were also received as follows: Planning and Inspections Report, Public Works Report, Public Utilities Report, Parks and Recreation Report and Police Report.

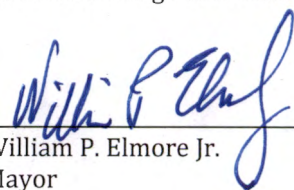
Announcements/Information

Mayor Elmore announced upcoming events and activities.

With no further business to discuss, Mayor Elmore adjourned the meeting at 7:38 p.m.

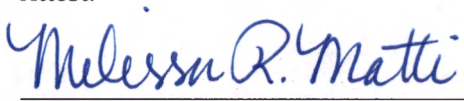
Closed Session

Motion by Council Member Gaulden and seconded by Council Member McNeil to go into closed session for closed session at 8:00 p.m.



William P. Elmore Jr.
Mayor

Attest:



Melissa R. Matti, CMC, NCCMC
City Clerk

