

Gaston County

Gaston County Board of Commissioners www.gastongov.com

Fire Marshal **Board Action**

File #: 17-296

Commissioner Grant - Fire Marshal - To Approve a Certificate of Need for Spencer Mountain Road VFD to Obtain Financing (\$82,500) to Purchase Land to Construct a New Fire Station as Unanimously Approved by the Fire Advisory Board on August 23, 2017

STAFF CONTACT

Eric Hendrix - Fire Marshal - 704-866-3231

BUDGET IMPACT

This purchase is in keeping with current policy

BUDGET ORDINANCE IMPACT

This purchase is in keeping with current policy

BACKGROUND

Chief David Flanary presented a Certificate of Need (attached) for Spencer Mountain Road VFD. They are planning to purchase approximately 4.5 acres of land adjacent to their current location, in Sept., 2017 and then to begin construction of a new fire station, on this land, in late 2018, with construction to completed and the station to be occupied in early 2020. Cost of the land is \$165,000 and estimated cost of the building is \$2,000,000. This certificate of need is to purchase land only. SMRVFD will make a down payment of \$82,500. They are planning to finance through Park Sterling Bank \$82,500 at a rate of 3.5%. Payments would be \$805 per month for 10 years (they anticipate paying this off sooner). They will not be asking for a tax increase. Chief Flanary shared that their existing station is more than 30 years old and is in need of significant repair and it would be very expensive to make these repairs and to bring the building up to current codes. Also the building has low ceilings and short lengths in the bay areas and will not accommodate standard truck sizes. Discussion followed regarding the layout of the new building. Upon completion of this project, SMRVFD plans to have the current station and land for sale. It was noted again that the Certificate of Need presented today is for the purchase of land only and Scott Moore made a motion to recommend to the Commissioners that they extend the Certificate of Need to Spencer Mountain Road VFD. Barry Wilson seconded the motion. There was no further discussion or opposition. The vote was unanimous. The motion carried.

(Continued on Page 2) DO NOT TYPE BELOW THIS LINE I, Donna S. Buff, Clerk to the County Commission, do hereby certify that the above is a true and confice to property of action taken by the Board of Commissioners as follows: NO. DATE Keigher* M1 M2 Fraley Hovis Brown Grant Vote 2017-231 09/26/2017 DG AF Α AB U **DISTRIBUTION:**

File #: 17-296

POLICY IMPACT

N/A

ATTACHMENTS

Spencer Mtn. Road Certificate of Need

CERTIFICATE OF NEED APPLICATION

Fire Department —							
Name: Spencer Mountain Road VFD							
Address: 1011 Dallas Stanley Hwy	Dallas	Nc 28034					
Street	City	State Zip					
Chief: David Flanary	Contact Phone #:	(704) 689-1349					
Board President: Jeff Beasley	Contact Phone #:	(704) 884-6040					
Fire Department Board Approval / Notification:	☑ Yes □	No					
General Description of Purchase:							
We will purchase approx. 4.5 acres of land adjland has been secured we will engage an archof a new fire station.	jacent to our current nitect and contractor	location. After the for the construction					
Time Line of Purchase:							
Land purchase will occur in September 2017, with building construction to start in late 2018. We plan for construction to be complete and occupancy to be in early 2020.							
List Specifics of Purchase:							
4.5 acres of land (approximately) Construct new station to meet all current building and NFPA codes.							
Estimated Cost: Land \$165,000 (firm) Buil	ding \$2,000,000 (es	stimate)					
Financing Information							
Lender: Park Sterling Bank (projected)							
Amount Financed : TBD	Rate: TBD						
Estimated Amount : TBD							
Davis D. A. A.							
Debt Ratio-Current / Post Purchase:		-					
Any Re-Financing or Bundling 🛛 Yes 🛭	☐ No (If Yes, The						
Land and building will be bundled together follo	wing completion of	the building.					

CERTIFICATE OF NEED APPLICATION

How Will Purchase Benefit the Department (Safety/ISO/Cost Savings, etc.):

Current building is in excess of 30 years in age and is in need of significant repair. Cost to make repairs and bring the building to up to current codes will be very expensive. Also current building has low ceilings and short lengths in the truck bays requiring us to special order trucks that can meet building measurements.

How Will Purchase be Funded (Long Term - NOT Just Current Year):

This will be funded by retirement of current debt allowing for the use of those funds along with funds in future purchase line item in our current budget. Monies (\$28,000) have been approved and in our budget for the last 3 budget cycles

If Purchase is NOT Approved for Funding, Describe Department Alternatives: Continue to operate out of existing structure and increase building maintenance budget to make needed repairs and upgrades

Is this a Replacement?	✓	Yes		No		
If Yes, List Details (make, model, years of service, remaining balance, etc.). Current building was constructed in the early to mid 1980's (not sure of actual year).						
What Will Become of Old Apparatus Current building and land will be so		quipment?	?			
Has 5 Year Plan Been Submitted?	Ø	Yes		No		
Received By FMO Staff			3. 1 3. 1 3. 4, 50	Date:		
Fire Advisory Board Meeting Date:					Approved / Not Approved	
Gaston County BOC Meeting Date:		-			Approved / Not Approved	