

## **Gaston County**

Gaston County
Board of Commissioners
www.gastongov.com

# Fire Marshal Board Action

File #: 19-400

Commissioner Chad Brown - Fire Marshal - To Approve a Certificate of Need for Spencer Mountain Road VFD to Obtain Financing (\$3 Million) to Build a New Fire Station Including All Furnishings and Landscaping

#### **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**

At the Fire Advisory Board Meeting on September 18, 2019 Chief David Flanary presented a Certificate of Need for Spencer Mountain Road VFD (attached). They are planning to build a new fire station. This will include all furnishings and landscaping of the property around the station. Their current station was built around 1980 and is in need of major remodeling. They plan to sell the existing building and land and use the proceeds toward the new building. They plan to finance \$3 million through South State Bank or Community Leasing Partners, with a down payment of \$250,000. Rate and annual payments are to be determined, with a 30-40 year payment plan. The tax rate adjustment granted in FY 2020 -2021 will be used in funding the payments. They expect to break ground 1/1/20. Crescent Construction will be the builder. Matt Kanupp made a motion to recommend to the Commissioners that they extend the Certificate of Need to Spencer Mountain Road VFD. Bryan Robinson seconded the motion. There was no further discussion or opposition. The vote was unanimous. The motion carried.

#### POLICY IMPACT

N/A

#### **ATTACHMENTS**

Spencer Mountain Road VFD Certificate of Need

|                                   |                                |    |    | DC     | NOT TYPE | BELOW THI   | S LINE     | and the state of t |             |
|-----------------------------------|--------------------------------|----|----|--------|----------|-------------|------------|--|-------------|
|                                   | Buff, Clerk to<br>e Board of C |    |    |        |          | nereby cert | ify that t | he above is a true and correct cop   | y of action |
| NO.                               | DATE                           | M1 | M2 | CBrown | JBrown   | AFraley     | BHovi      | s TKeigher TPhilipeck RWorley  | Vote        |
| 2019-288                          | 10/22/2019                     | RW | AF | Α      | Α        | Α           | Α          | AB A   | U           |
| DISTRIBUTION:<br>Laserfiche Users |                                |    |    |        |          |             |            |  |             |

## **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 / Notificatio                               | n: 🗹 Yes 🔲  | No               |
| General Description of Purchase:   |   |                  |
| Construction of new fire station   |   |                  |
| Time Line of Purchase:<br>2020 - 2021                                      |   |                  |
| List Specifics of Purchase:  |   |                  |
| ConstrucSouth tion of new fire station to inc property around the station. | elude all furnishings an  | d landscaping of |
|  |   |                  |
| Estimated Cost: \$3 million  |   |                  |
| Financing Information  |   |                  |
| Lender: South State Bank or Community Le                                   | asing Partners  |                  |
| Amount Financed : \$3 million  | Rate: TBD   |                  |
| Estimated Amount :   | # of Payment  | s: 30 - 40 years |
| Down Payment Amount: \$250,000   |   |                  |
| Debt Ratio-Current / Post Purchase: TBD (                                  | Construction and finar  | ncing rates)     |
| Any Re-Financing or Bundling ☐ Yes   | ☑ No (If Yes, The original of the origina | nen Describe):   |

### **CERTIFICATE OF NEED APPLICATION**

How Will Purchase Benefit the Department (Safety/ISO/Cost Savings, etc.): Current station was built around 1980 (~40 years old) and is in need major remodel that are cost prohibitive. How Will Purchase be Funded (Long Term - NOT Just Current Year): Purchase will be funded through tax rate adjustment granted in the 2020-2021 and beyond budget. If Purchase is NOT Approved for Funding, Describe Department Alternatives: Remain in the existing building. ☑ Yes ☐ No Is this a Replacement? If Yes, List Details (make, model, years of service, remaining balance, etc.). Approximately 4,000 sq ft built around 1980 What Will Become of Old Apparatus / Equipment? The existing building and current lot will be sold and the proceeds applied to the new building. Has 5 Year Plan Been Submitted? ☑ Yes ☐ No Received By \_\_\_\_\_ Date: \_\_\_\_\_ Fire Advisory Board Meeting Date: \_\_\_\_\_\_ Approved / Not Approved Gaston County BOC Meeting Date: \_\_\_\_\_ Approved / Not Approved