

MINUTES
INDUSTRIAL DEVELOPMENT AUTHORITY OF THE TOWN OF MOUNT
JACKSON
PUBLIC HEARING AND MEETING
November 9, 2004

Chairman Rick Koontz called the hearing to order at 6:30 p.m.

In attendance were: Mr. Albright, Mrs. Hiner, Mr. R. Koontz, Mr. Pirtle, Mr. Hackenbracht, and Mr. Shepherd. Also attending was: Ms Perry and Mr. Moore.

BETH SHOLOM OF EASTERN VIRGINIA BOND ISSUE – Ms. Perry summarized the issue and the basis for assisting other jurisdictions issue bonds when their quota is used up. She emphasized there is absolutely no liability for this debt attributable to the IDA, Town of Mount Jackson, or any member of their governing boards.

The \$4000 application fee has been paid to the IDA and an annual fee will also be paid for the life of the bond. These funds can be used for local purposes consistent with the IDA's role to serve the community.

The bond amount is now set at \$1.65 million, but the enabling resolution allows up to \$2 million. Each IDA has a \$10 million allocation of issuance capacity each calendar year. This is the only amount being issued this year by this IDA.

There were no public speakers at the hearing or in attendance. Chairman Koontz closed the hearing at 6:45 PM.

CONVENE MEETING OF IDA -6:45 pm

Chairman Koontz introduced the newest member, Mr. Hackenbracht.

Agenda additions: Loan 01-2002 and Soy Bean Refinery/Biodiesel Fuel

NEW BUSINESS:

1. **Election of Officers** – MOTION by Mr. Shepherd, 2nd by Ms. Hiner to elect Mr. R. Koontz, Chairman; Mr. Willy Pirtle, Vice Chairman; and Mr. Moore, Secretary Treasurer. PASSED unanimously.
2. **Official Intent Resolution evidencing initial approval of revenue bond financing by the Authority's issuance of up to \$2,000,000 revenue bonds for the benefit of Beth Sholom Home of Eastern Virginia (the "Bonds")** – MOTION TO ADOPT by Mr. Hackenbracht, 2nd by Mr. Albright – Roll Call Vote – All present voted AYE – Motion passed.

3. **Approval/adoption of Authorizing Resolution setting forth the form and details of the Bonds – MOTION TO ADOPT** by Mr. Shepherd, 2nd by Mr. Pirtle – Roll Call Vote – All present voted AYE – Motion passed.
4. **Grant to Heart of Shenandoah Partnership for advertising for tourism – MOTION TO APPROVE** by Mr. Albright, 2nd by Mr. Shepherd ADOPTED by Unanimous vote.
5. **Financial Report** – Mr. Moore summarized and the report was accepted as presented.
6. **Loan 01-2002** – Now paid up through March 2006 and accelerated payments are anticipated after that.
7. **Soy Bean Oil Refining/Biodiesel Fuel** – Chairman Koontz reported that a consortium has been formed to develop a crusher and refinery to separate soy bean meal and hulls from the oil. The meal and hull is used for poultry feed and the oil is combined with diesel fuel to form biodiesel. Biodiesel is a cleaner burning, engine cleaning, engine lubricating fuel that will now receive a tax credit adequate to make its cost comparable to standard diesel fuel. It can be safely mixed in any ratio, but the tax credits apply up to 20% soy. Gas stations normally carry 2% biodiesel which is enough to give the lubricity and cleaning properties. The consortium is looking for a location in Shenandoah County, particularly one with rail service. The project benefits the farmers, poultry growers, environment, and petroleum industry. The refining process is actually a chemical process, not a smokestack process.

The meeting adjourned at 7:15 p.m.

Respectfully Submitted,

Charles Moore, Secretary