

**MEETING OF THE INDUSTRIAL DEVELOPMENT AUTHORITY
OF THE COUNTY OF CAMPBELL, VIRGINIA**

July 24, 2006

The regular meeting of the Board of Directors of the Industrial Development Authority of Campbell County, Virginia, was held in the Community & Economic Development Conference Room, County Office Building, Rustburg, Virginia, on July 24, 2006.

The Directors present were:

Vance Driskill, Chairman
Robert Kennedy
Lewis Robertson
Darryl Whitesell
John Yates

Also Present:

J. Michael Davidson, Economic Development Director
Jamie Banton, Assistant Secretary
Frank Wright, Overby, Hawkins, Selz & Wright

Mr. Driskill called the meeting to order at 7:33pm.

The May 8, 2006 meeting minutes were presented for review. On a motion by Mr. Yates, seconded by Mr. Kennedy and duly adopted by unanimous vote, the minutes were approved as presented.

Matters from the Economic Development Director

// Mr. Davidson presented the IDA with a Project Updates Report. Mr. Davidson also noted that at the request of Senator Hawkins, Neal Noyes (Executive Director of the Virginia Tobacco Commission) visited with David Laurell and himself earlier this month to discuss how the Tobacco Commission may be able to assist with revitalization efforts in Brookneal. General discussion of the Project Updates Report followed.

// Next, Mr. Davidson provided the IDA with an update of the Sanfaçon refinancing. All paperwork with First National Bank of Altavista is complete, and refinancing is in place. All funds borrowed from Campbell County were paid back. The \$20,000 profit was deposited into a collateral account with First National (part of the refinancing deal). First National indicated that they will allow the IDA to transfer the \$20,000 collateral into an interest bearing account or CD.

The terms of the contract stipulate that Sanfaçon has ten years to pay off the loan. Sanfaçon now has machines running, and the company advertised in the local paper for equipment operators.

// Next, Mr. Davidson discussed a new project brought to Campbell County for preliminary consideration. Developers have expressed interest in purchasing the Merritt-Hutchinson property in Lynch Station to establish a liberal arts college (Founder's College) and adjacent retirement community. The college expects an enrollment of 500 within five years, and the retirement community expects 500 residents within three years. Full build-out of the development anticipates about 4,000 people within ten years. Mr. Davidson wanted to make the IDA aware of the project because as an educational project they may be eligible for certain tax exempt bonds issued through the IDA. The project goes before the Planning Commission in September and the Board of Supervisors in November.

Matters from the Chairman

// Mr. Driskill stated that Ms. Banton would like to discuss the IDA's auditing process. Ms. Banton explained that the IDA is audited during the regular audit of county operations. The current auditing firm has suggested/requested several changes to the IDA financial processes. The auditors have requested that the Treasurer provide a Summary of Accounts (financial report) to be submitted and approved by the IDA at each meeting. The Summary of Accounts would be made a part of the official meeting minutes.

Also, the auditors suggested that someone other than the person that holds the checkbooks in his/her possession receive copies of the bank statements for review. A written procedure and form for this process should be developed and approved by the IDA. Ms. Banton stated that she would draft a procedure for review at the IDA's September meeting.

After general discussion of the before mentioned matters, no other business was presented for consideration. By motion of Mr. Whitesell, seconded by Mr. Yates, the meeting adjourned at 8:13 pm. The next meeting will be held on Monday, September 25, 2006.

Vance Driskill, Chairman

George Rosser, Secretary-Treasurer