



**MINUTES**  
**THE REGULAR MEETING OF THE ROSE HILL CITY COUNCIL**  
**MONDAY, JUNE 6, 2016 – 7:00 P.M.**  
**ROSE HILL CITY HALL/COUNCIL CHAMBERS**

**Call to Order**

The regular meeting of the Rose Hill City Council was called to order at 7:00 p.m. by Mayor Beth Pompa. Councilmembers present, Bob Klem, Bill Baker, Roger Perryn and Lionel Diamond. Administration and staff present: Austin Gilley, City Administrator; Kelly Mendoza, City Clerk, and Andrew Marino, City Attorney.

**Invocation and Flag Salute**

Pastor Robert Varner, Rose Hill Bible Church gave the invocation, followed by the flag salute.

**Approval of Minutes**

MOTION (by L. Diamond): To approve the 05/16/2016 Regular Council Meeting minutes as presented. SECOND by R. Perryn with MOTION PASSING 4-0.

**Claims**

MOTION (by R. Perryn): To approve the payment of claims for Appropriation Ordinance #11. SECOND by L. Diamond with MOTION PASSING 4-0.

**Citizen Forum**

Don Waller – 222 E. Waller - came before Council to show his support for business tax abatements.

Chad Spaulding – 260 W. Sunrise – came before Council with his concerns about the financial state of the City.

Jason Jones – 409 Oakwood – came before Council with his concerns about Councilmember agendas and the Council appointment.

**Approval of Agenda**

MOTION (by R. Perryn): To approve the agenda as presented. SECOND by L. Diamond with MOTION PASSING 4-0.

**Council Vacancy**

Mayor Pompa made recommendation for Council to appoint Ross Chappell to fill the Council vacancy. MOTION (by L. Diamond): To appoint Ross Chappell to fill the Council vacancy. SECOND by R. Perryn with MOTION tied 2-2. Mayor Pompa broke the tie in favor of the appointment. Councilmembers Baker and Klem opposed.

Mayor Pompa made recommendation for Council to appoint Councilmember Perryn as Council President. MOTION (by R. Perryn): To appoint himself as Council President. SECOND by L. Diamond with MOTION PASSING 3-2. Councilmembers Baker and Klem opposed.

**Grocery store recruitment, presentation by Parker Key, Buxton Company**

Retail recruitment specialists from the Buxton Company presented their services they can provide to assist the City with retail recruitments, specifically with recruiting a grocery store. No action was taken.

**Public Hearing for Industrial Revenue Bonds for Dynamic NC, presentation by Special Bond Counsel Sarah Steele of Gilmore and Bell**

Mayor Pompa opened the Public Hearing @ 7:48 p.m. for public comment.

Jason Jones – 409 Oakwood came before Council with his concerns regarding allowing an abatement for a current business, in a current building, with no assurances of expansion.

Jim Gibbs, president of Dynamic NC, came before Council to answer questions about the company, and to address their plans for future expansion.

The Public Hearing was closed @ 8:09 p.m. and the regular meeting reconvened.

**Resolution determining the advisability of issuing industrial revenue bonds**

MOTION (by B. Klem): To approve Resolution #552 determining the advisability of issuing Industrial Revenue Bonds for Dynamic NC. SECOND by B. Baker with MOTION PASSING 5-0.

**Budget 2017: Update and response to Council's request to review Police Department expenses**

Administrator Gilley presented the Council with a departmental review and recommendation. No action was taken.

**Resolution authorizing green waste policy**

MOTION (by R. Perryn): To adopt Resolution #553 authorizing a green waste policy. SECOND by R. Chappell with MOTION PASSING 5-0.

**Staff Reports**

Administrator Gilley updated the Council with the latest status report. No action was taken.

**Executive Session: Attorney-client privilege**

MOTION by (R. Perryn): To move into executive session for Attorney-client privilege to discuss personnel matters @ 8:29 p.m. for a period of 10 minutes, to include City Attorney, Mayor and Council. SECOND by L. Diamond with MOTION PASSING 5-0.

\*\*Meeting reconvened @ 8:41 p.m. with Mayor calling for a 10 minute recess.

**Executive Session: James Hagman grievance hearing**

MOTION: (by B. Baker): To move into executive session for Attorney-client privilege to discuss personnel matters @ 8:52 p.m. for a period of 5 minutes, to include City Attorney, City Administrator, Mayor and Council. SECOND by R. Chappell with MOTION PASSING 5-0.

MOTION by (R. Perryn): To extend executive session for Attorney-client privilege to discuss personnel matters for a period of 15 minutes, to include City Attorney, Mayor and Council. SECOND by L. Diamond with MOTION PASSING 5-0

\*\*Meeting reconvened @ 9:13 p.m. with the following:

**Council action on James Hagman grievance**

MOTION: (by B. Baker): To authorize the City Attorney to draft a settlement agreement to include 232 hours of back pay, 50 hours of sick leave, change termination status to a resignation in good standing, and to waive the grievance hearing contingent on the acceptance of the agreement by Mr. Hagman. SECOND by B. Klem with MOTION PASSING 4-2. Mayor Pompa and Councilmember Perryn opposed.

**Adjournment**

MOTION (by B. Baker): To adjourn the meeting at 9:14 p.m. SECOND by B. Klem with MOTION PASSING 5-0.

Respectfully submitted:

---

Kelly Mendoza  
City Clerk