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STATE OF ALABAMA
COUNTY OF COVINGTON

ANDALUSIA, ALABAMA
APRIL 28, 2006

SPECIAL COUNCIL MEETING

PRESENT:

Jerry B. Andrews, Mayor
Bridges D. Anderson, Councilman
Michael L. Jones, Jr., Councilman
Andy Alexander, Councilman
Don Cotton, Councilman
Tom Albritton, City Attorney

ABSENT:

Terry Powell, Councilman

Mayor Andrews presided and called the meeting to order after which Councilman Cotton led the invocation and the Pledge of Allegiance to the flag.

COUNCIL APPROVES MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF ANDALUSIA AND SAEHAESUNG ALABAMA, INC.:

Mayor Andrews announced that he had called the special meeting of the council to consider a memorandum of understanding reached between a prospective business and the City of Andalusia. Councilman Anderson moved to take the proceedings into executive session for the purpose of discussing details of the memorandum. Councilman Cotton seconded the motion, which passed unanimously. At 11:15, Mayor Andrews said that he expected the executive session to last half an hour.

At 11:45 the council emerged from executive session to begin consideration of the Memorandum of Understanding.

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Memorandum of Understanding

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Councilman Alexander moved to approve the Memorandum of Understanding. Councilman Anderson seconded the motion which, following some discussion, was approved unanimously by the council.

COUNCIL APPROVES RESOLUTION NO. 2006-10

Mayor Andrews introduced Resolution No. 2006-10 to the council.

**CITY OF ANDALUSIA
ANDALUSIA, ALABAMA**

RESOLUTION NO. 2006-10

WHEREAS, the City of Andalusia and the Industrial Development Board for the City of Andalusia desire to jointly secure an industrial prospect in the future for the property in Andalusia commonly known as the "Spec Building"; and

WHEREAS, there has been virtually no interest in the vacant portion of the building in its present condition; but

WHEREAS, the City has had discussions with prospective tenants that have expressed interest in the property subject to certain improvements; and

WHEREAS, the City of Andalusia and the Industrial Development Board for the City of Andalusia are of the opinion that it is necessary to make improvements to this property in order to make it marketable and to offer certain incentives to tenants in order to entice them to locate in the facility; and

WHEREAS, the City determines that a public purpose is served by making improvements to the property and offering certain incentives to prospective tenants;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Andalusia, Alabama, that the City of Andalusia in conjunction with the Andalusia Industrial Development Board and Covington County, upon terms that have previously been agreed to between them, will agree to:

1. Provide adequate water, sewer and electrical service (3 phase) to the building at no cost to any tenant;
2. Lease the building for \$XXXX per month.
3. The Andalusia Industrial Development Board will abate property taxes (other than education) for a period of ten years;
4. The City will provide paved access to the building to support truck traffic;
5. Authorize the Mayor of the City of Andalusia, Alabama and the City Clerk to execute any lease or lease purchase agreement, or any other contract, to advertise for bids, to accept bids, and to arrange for financing for any component of the Memorandum of Understanding with Saehaesung, consistent with the terms as outlined herein and as are necessary to effectuate our intent as expressed herein.

ADOPTED AND APPROVED this 28th day of April, 2006.

THE CITY OF ANDALUSIA, ALABAMA

BY: _____
Jerry B. Andrews, Mayor

ATTEST:

John M. Thompson, City Clerk

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Councilman Jones moved to approve resolution 2006-10. Councilman Alexander seconded the motion, which passed unanimously.

MAYOR ANDREWS READS A PRESS RELEASE:

Mayor Andrews read a press release provided by the Southeast Alabama Gas District, which gave details of SaeHaeSung's plans and operation.

COUNCIL ACCEPTS BID FOR CONCRETE WORK AT SPEC BUILDING:

Mayor Andrews presented the results of a bid advertisement for a concrete floor for the Ameridoor Building, which would offer temporary housing for SaeHaeSung.

**BID RECAP
BID #042706
Concrete Floor at Spec Building
April 27, 2006 at 10:45 a.m.**

	Name	Bid Amount
1.	Couch Concrete	
2.	Fair Contracting Company	
3.	G&H Pavement Sealing	
4.	Master Blaster	
5.	HIS Concrete Works	
6.	Concrete & Asphalt Construction	
7.	Diamond Concrete	\$68,712.00
8.		

Councilman Jones moved to accept the lone bid from Diamond Concrete. He further moved to pay for the concrete floor from the contingency fund. Councilman Anderson seconded the motion, which passed unanimously.

MAYOR COMMENDS EVERYONE INVOLVED IN SECURING SAEHAESUNG:

Mayor Andrews thanked members of his economic development team, the Andalusia City Council, the Andalusia Industrial Development Board, the Covington County Economic Development Commission, the Southeast Alabama Gas District, the Covington County Commission, Ameridoor, Senator Jimmy Holley, and Speaker of the House of Representatives of the State of Alabama, Seth Hammett, for their help in the SaeHaeSung Project. The Mayor further commented that the president of SaeHaeSung, Mr. Heo, would be in Andalusia later to sign the memorandum of understanding adopted by the council.

ADJOURNMENT:

There being no further business the meeting was adjourned.

THE CITY OF ANDALUSIA, ALABAMA

**BY: _____
Jerry B. Andrews, Mayor**

ATTEST:

John M. Thompson, City Clerk