

**Town of Dallas
Agenda
December 5th, 2024
2:30 PM
BOARD OF ALDERMEN - SPECIAL MEETING**

Hayley Beaty, Mayor

Jerry Cearley

Alan Cloninger

Frank Milton

Sam Martin, Mayor Pro-Tem

E. Hoyle Withers

ITEM SUBJECT

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- 1. Pledge of Allegiance to the Flag**
- 2. Approval of Agenda with Additions or Deletions**
- 3. New Business**
 - A. Discussion on Loan Repayment Agreement**

TOWN OF DALLAS, NORTH CAROLINA

REQUEST FOR BOARD ACTION

DESCRIPTION: Loan Repayment Agreement

AGENDA ITEM NO. 3A

MEETING DATE: 12/5/2024

BACKGROUND INFORMATION:

Pursuant to an agreement dated August 26, 2002, between the Town of Dallas and the North Carolina Department of Commerce, Division of Community Assistance, the Town received a Community Development Block Grant in the amount of \$250,000. The purpose of this grant was the renovation/refurbishing of the Dallas High School building into apartments, including street, water and sewer improvements, as well as historic preservation. The project was completed by a private business which now owns the building. Under the agreement, that business is to repay a mortgage held by the Town in the original amount of \$230,000, with interest accruing at 2% annually. The modified loan repayment agreement requires annual payments of \$3,720, and the remaining unpaid principal and interest is due in full on December 10, 2024.

The business who now owns the apartments, Lutheran Services Carolinas, would like to discuss with the Board a possible extension to the contract.

MANAGER RECOMMENDATION: - To direct staff and the town attorney in the next steps for this repayment.

BOARD ACTION TAKEN: