

AGENDA

Norton City Council

September 16, 2014

6:00 P.M.

1. Roll Call
2. Invocation – Rev. Ken Taylor
3. Pledge of Allegiance
4. Approval of Minutes
 1. Meeting of September 2, 2014
5. Audience for Visitors
6. Public Hearings:
 - A. Public Hearing to Consider Proposed Amendment to Fishing Ordinance.
 1. Public Hearing
 2. Comments/Actions by City Council
 - B. Public Hearing to Consider Proposed Amendment to Zoning Ordinance Pertaining to Accessory Structures.
 1. Public Hearing
 2. Comments/Actions by City Council
7. New Business
 - A. Update from Davenport & Company, LLC Regarding the Results of a Request for Proposals to Refinance an Existing General Fund Bond.

- B. Update on the UVA-Wise Green Salamander Survey at the Flag Rock Recreation Area.
 - C. Discussion About Next Council Meeting.
 - D. Confirmation of a Check(s)/Transfer(s) in Excess of \$100,000.
8. Comments by the City Manager, City Attorney, and City Council.
 9. Adjournment.

6-A

AN ORDINANCE OF THE CITY OF NORTON, VIRGINIA
AMENDING ARTICLE II SECTIONS 20-31, 20-32, 20-52, 20-55, 20-60, 20-61, 20-62, 20-70,
20-71, 20-72, 20-73, 20-74, and 20-75 OF THE NORTON CITY CODE
RELATED TO FISHING

BE IT ORDAINED and enacted by the Council of the City of Norton as follows:

1. That Sections 20-31 and 20-32 be amended by deleting the word "upper" from such Sections wherever it appears.
2. That Section 20-52(a) of the Code of the City of Norton be amended by deleting subsection (a)(4) and substituting therefore the following:

“(4) Residents or nonresidents for (3) consecutive days, Five Dollars (\$5.00).”
3. That Section 20-55 be amended to read its entirety as follows:

“A license under this division shall be valid for one (1) year from the date of issuance, except for the three (3) day license set forth in Section 20-52(4).”
4. That Sections 20-60 and 20-61 be repealed.
5. That Section 20-62 be renumbered as Section 20-57.
6. That Sections 20-70, 20-71, 20-72, 20-73, 20-74 and 20-75 be repealed.

Enacted: _____, 2014.

CITY OF NORTON, VIRGINIA

By: _____
WILLIAM MAYS, MAYOR

Attest:

City Clerk



August 20, 2014

**NOTICE OF PUBLIC HEARING
TO CONSIDER
PROPOSED AMENDMENT TO FISHING ORDINANCE**

The City Council of the City of Norton, Virginia will hold a public hearing on Tuesday, September 16, 2014 at 6:00 p.m. in the Municipal Council Chambers located at 618 Virginia Avenue, NW, Norton, Virginia. The purpose of the hearing is to receive public comments on proposed amendments to Chapter 20 of the City Code related to fishing. A full copy of the proposed amendment is available for review at the City Manager's Office or online at www.nortonva.gov. Citizens are encouraged to attend the meeting and provide comments on the proposed amendment.

Fred L. Ramey, Jr.
City Manager

This institution is an equal opportunity provider and employer.

To the Coalfield: Please advertise in the Coalfield Progress on Tuesday, September 2, and Tuesday, September 9, 2014.

ARTICLE II. - FISHING AT UPPER RESERVOIR

DIVISION 1. - GENERALLY

DIVISION 2. - LICENSE

DIVISION 1. - GENERALLY

Sec. 20-31. - Limits: check-out of catch.

Sec. 20-32. - Cleaning of fish on water prohibited.

Secs. 20-33—20-50. - Reserved.

Sec. 20-31. - Limits; check-out of catch.

It shall be unlawful for any person to take from the upper reservoir or have in his possession at such reservoir a greater number of trout than is provided by state law. All trout taken from such reservoir must be produced for check-out purposes the same day by the agent designated by the city manager.

Except for trout; the upper reservoir is a catch and release fishing area. No fish, except for trout may be removed from the upper reservoir.

(Code 1975, § 16A-6; Ord. of 7-13-10)

Sec. 20-32. - Cleaning of fish on water prohibited.

No person shall clean any fish on the waters of the upper reservoir.

(Code 1975, § 16A-6)

Secs. 20-33—20-50. - Reserved.

DIVISION 2. - LICENSE

Sec. 20-51. - Required.

Sec. 20-52. - Fee.

Sec. 20-53. - Issuance.

Sec. 20-54. - Restrictions.

Sec. 20-55. - Term.

Sec. 20-56. - Not transferrable.

Secs. 20-57—20-59. - Reserved.

Sec. 20-51. - Required.

It shall be unlawful for any person to fish on the upper reservoir unless he has a current license so to do issued pursuant to this division.

(Ord. of 6-3-80, §§ 1. 3)

Sec. 20-52. - Fee.

- (a) The fee for a license required by this division shall be as follows:
- (1) *City residents over the age of twelve (12) years*, ten dollars (\$10.00).
 - (2) *Nonresidents over the age of twelve (12) years*, fifteen dollars (\$15.00).
 - (3) *Children twelve (12) years of age and under, both resident and nonresident*, no charge. Children under this division are allowed to fish only while accompanied by a licensed resident or nonresident over the age of twelve (12) years.
 - (4) *Members of the Old Dominion Sportsman's Association*, five dollars (\$5.00).
- (b) Notwithstanding the provisions of subsection (a) above, city residents sixty-five (65) years of age or older or any veteran who has a permanent and total service connected disability as certified by the Veterans Administration may obtain a lifetime fishing license at no charge and such license shall not be subject to the provisions of section 20-55

(Ord. of 6-3-80, § 2; Ord. of 5-21-91; Ord. of 11-16-10)

Sec. 20-53. - Issuance.

The license required by this division shall be issued by the city treasurer or such agents as are designated by the council upon the filing of a proper application therefor and payment of the prescribed fee.

Cross reference— Identification of persons applying for city license, § 2-3.

Sec. 20-54. - Restrictions.

Licenses issued under this division shall be subject to restrictions approved by the council and printed on the back of the license.

Sec. 20-55. - Term.

A license issued under this division shall be valid for the calendar year in which issued.

Sec. 20-56. - Not transferrable.

A license issued under this division shall not be transferrable.

(Code 1975, § 16A-7)

Secs. 20-57—20-59. - Reserved.

Norton, Virginia, Code of Ordinances >> - CODE >> Chapter 20 - RESERVOIR >> ARTICLE III. - FISHING IN LOWER RESERVOIR >>

ARTICLE III. - FISHING IN LOWER RESERVOIR

DIVISION 1. - GENERALLY

DIVISION 2. - PERMIT

Norton, Virginia, Code of Ordinances >> - CODE >> Chapter 20 - RESERVOIR >> ARTICLE III. - FISHING IN LOWER RESERVOIR >> DIVISION 1. - GENERALLY >>

DIVISION 1. - GENERALLY

Sec. 20-60. - Limits.

Sec. 20-61. - Cleaning of fish on water prohibited.

Sec. 20-62. - Trespass prohibited on lower reservoir dam.

Secs. 20-63—20-69. - Reserved.

Sec. 20-60. - Limits.

The lower reservoir is a catch and release fishing area. No fish may be removed from the lower reservoir.

(Ord. of 5-5-09)

Sec. 20-61. - Cleaning of fish on water prohibited.

No person shall clean any fish on the waters of the lower reservoir.

(Ord. of 5-5-09)

Sec. 20-62. - Trespass prohibited on lower reservoir dam.

It shall be unlawful for any person to trespass on the lower reservoir dam or to fish within fifty (50) feet of the lower reservoir dam.

(Ord. of 5-5-09)

Secs. 20-63—20-69. - Reserved.

Norton, Virginia, Code of Ordinances >> - CODE >> Chapter 20 - RESERVOIR >> ARTICLE III. - FISHING IN LOWER RESERVOIR >> DIVISION 2. - PERMIT >>

DIVISION 2. - PERMIT

Sec. 20-70. - Required.

Sec. 20-71. - Permit fee.

Sec. 20-72. - Issuance.

Sec. 20-73. - Restrictions.

Sec. 20-74. - Term.

Sec. 20-75. - Not transferrable.

Sec. 20-70. - Required.

It shall be unlawful for any person to fish on the lower reservoir unless he has a current permit to do so issued pursuant to this division. Said permit is in addition to the licensing requirements to fish in the upper reservoir.

(Ord. of 5-5-09)

Sec. 20-71. - Permit fee.

(a) The fee for a permit required by this division shall be as follows:

(1) *City residents:* Twenty five dollars (\$25.00).

(2) *Nonresidents of the city:* Thirty five dollars (\$35.00).

(Ord. of 5-5-09)

Sec. 20-72. - Issuance.

The permit required by this division shall be issued by the city treasurer or such agents as are designated by the council upon the filing of a proper application therefor and payment of the prescribed fee.

(Ord. of 5-5-09)

Sec. 20-73. - Restrictions.

Permits issued under this division shall be subject to restrictions approved by the council and printed on the back of the permit.

(Ord. of 5-5-09)

Sec. 20-74. - Term.

A permit issued under this division shall be valid for the calendar year in which issued.

(Ord. of 5-5-09)

Sec. 20-75. - Not transferrable.

A permit issued under this division shall not be transferrable.

(Ord. of 5-5-09)

6-B

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF NORTON, VIRGINIA
AMENDING CHAPTER 26.1 (ZONING) OF THE CITY NORTON CITY CODE
PERTAINING TO ACCESSORY USES

BE IT ORDAINED and enacted by the Council of the City of Norton as follows:

That Chapter 26.1 Zoning of the Code of the City of Norton be, and it is hereby, amended by adding to section 26.1-40-3 a new subsection (g) reading in its entirety as follows:

“(g) Nothing contained in subsections (b) or (e) of this section 26.1-40-3 shall be deemed to apply to fences in front yards not more than four (4) feet in height or to fences in side or rear yards not more than eight (8) feet in height, or to hedges not located so as to obstruct the normal observation of traffic.”

Enacted: _____ 2014.

CITY OF NORTON, VIRGINIA

By: _____
WILLIAM MAYS, MAYOR

ATTEST: _____
CITY CLERK



August 20, 2014

**NOTICE OF PUBLIC HEARING
TO CONSIDER
PROPOSED AMENDMENT TO ZONING ORDINANCE
PERTAINING TO ACCESSORY USES**

The City Council of the City of Norton, Virginia will hold a public hearing on Tuesday, September 16, 2014 at 6:00 p.m. in the Municipal Council Chambers located at 618 Virginia Avenue, NW, Norton, Virginia. The purpose of the hearing is to receive public comments on a proposed amendment to City's Zoning Ordinance that would except certain fences and hedges from the location and height requirements of the Ordinance. A full copy of the proposed amendment is available for review at the City Manager's Office or online at www.nortonva.gov. Citizens are encouraged to attend the meeting and provide comments on the proposed amendment.

Fred L. Ramey, Jr.
City Manager

This institution is an equal opportunity provider and employer.

To the Coalfield: Please advertise in the Coalfield Progress on Tuesday, September 2, and Tuesday, September 9, 2014.

Inter-Office Memo



To: Fred Ramey
From: Winfred Collins *WC*
Date: April 22, 2014
Re: Zoning Text Amendment Concerning Fences and Hedges

The planning commission made a motion and voted unanimously to forward the attached proposed zoning text amendment to City Council for another public hearing.

Imogene and Jerome Emershaw were present at the meeting to voice their opposition to the proposed change. After the public comment period Chairperson Stokes state to Ms. Emershaw that while was sympathetic with their individual case, she felt that the duties of the planning commission was to represent the citizens as a whole and the amendment in her opinion, should be forwarded on the Council. After Ms. Stokes' statement she opened the floor for a motion. Randy Stidham made the motion to forward the proposed text amendments as presented. Danny Holt seconded the motion and it passed with a unanimous vote. There were four members present. Tim Castle was absent from last night's meeting.

March 20, 2014

PUBLIC NOTICE

The City of Norton Planning Commission will hold a public hearing on Thursday April 10th, 2014 at 7:00 p.m. in the Municipal Council Chambers located at 618 Virginia Ave. NW. The purpose of the hearing is to solicit public input on a proposed zoning text amendment that would add an exception that would allow certain sizes of fencing to be declassified as an accessory structure. The following is the proposed amendment text: *"The yard requirements of this ordinance shall not be deemed to prohibit any otherwise lawful fence or wall if each fence and/or wall does not exceed four (4) feet in height in front yards and eight (8) feet in height in side and rear yards in residential zones or ten (10) feet in commercial or industrial zones and if it does not obstruct the normal observation of traffic."*

Additionally, the deletion of the word "hedge" from the accessory use section of the City's zoning ordinance has been proposed.

Further details, maps, etc. are available in the Building Official's office during normal working hours.

All interested parties will be heard at this time.

Winfred H. Collins, MCP, CZA
Secretary
City of Norton Planning Commission

TO THE COALFIELD: Please advertise in the Tuesday, March 25th, 2014 and Tuesday, April 1st, 2014 editions of the paper. Send bill and Publisher's Certificate to Winfred Collins, City of Norton, P.O. Box 618, Norton, VA 24273

26.1-40-3. Accessory use limitations--General.

- (a) No accessory structure shall be occupied or utilized unless the principal structure to which it is accessory is occupied or utilized.
 - (b) Accessory structures shall be allowed only in the rear or side yards of residentially zoned parcels. Accessory structures may be located in the front, rear or side yards of commercially or industrially zoned parcels, but not in a required front setback area or in a manner that obstructs the normal observation of traffic.
 - (c) The aggregate gross floor area of all structures accessory to a single-family detached or attached dwelling shall not exceed thirty (30) percent of the gross floor area of the principal structure, provided that every lot of record with a principal structure shall be entitled to an aggregate of five hundred sixty-three (563) square feet of gross floor area for all accessory structures. All other accessory structures shall not exceed thirty (30) percent of the gross floor area of the principal structure on the lot.
 - (d) Structures or uses accessory to single-family detached or attached dwellings, shall not exceed a height of fifteen feet. Satellite antennas shall conform to section 26.1-40-2(aa) above. All other accessory uses and structures shall not exceed the height of the principal structure on the lot.
 - (e) Accessory structures and uses in either the rear or side yard of a residentially zoned parcel shall be set back a minimum of five (5) feet from the rear or side property line, unless there is a common party wall. An accessory structure or use located on a corner lot shall be set back a minimum of twenty-five (25) feet from the side property line adjacent to the side street.
 - (f) The following regulations shall also apply to the location of structures for the housing of animals:
 - (1) Barns and other structures used in connection with agriculture, including structures for the keeping, confining or sheltering of any poultry or livestock, except horses or ponies, shall be located no closer than one hundred (100) feet to any lot line.
 - (2) Barns and other structures used for the confining or sheltering of horses or ponies shall be located no closer than fifty (50) feet to any front or side lot line nor closer than twenty feet to a rear lot line.
 - (3) Doghouses, runs, pens, rabbit, hutches, cages, lofts, hives shall conform to paragraph (e) above.
- (Ord. of 6-1-93)

(g) The yard requirements of this ordinance shall not be deemed to prohibit any otherwise lawful fence or wall if each fence and/or wall does not exceed four (4) feet in height in front yards and eight (8) feet in height in side and rear yards in residential zones or ten (10) feet in commercial or industrial zones and if it does not obstruct the normal observation of traffic.

Sec. 26.1-40. - Accessory uses.

26.1-40-1. General. Accessory buildings, structures or uses are permitted in any zoning district, unless qualified below, but only in connection with, incidental to, and on the same lot with a principal building structure or use which is permitted within such district.

26.1-40-2. Permitted accessory uses. Accessory buildings, structures, and uses shall include, but are not limited to, the following buildings, structures or uses; provided that such buildings, structures or uses shall be in accordance with the definitions of accessory use and accessory building or structure contained in section 26.1-10.

- (a) Amusement machines, limit of five (5), including pinball machines, video games, or other similar player-operated devices but only accessory to legally conforming eating establishments, hotels and motels, bowling alleys, skating facilities, billiard establishments, indoor theaters and other establishments offering indoor games of skill, but not including amusement arcades, located in the central business or the general business zones; legally conforming indoor theaters or hotels and motels located in the local business zone; and legally conforming golf clubs, private clubs not conducted for profit and churches located in the A residence, B residence or local business zones.
- (b) Antenna structures other than satellite antennas (refer to paragraph (aa) below).
- (c) Barns and any other structures that are customarily incidental to an agricultural use (refer to paragraph (y) and section 26.1-40-3(f) below).
- (d) Carports.
- (e) Coal sheds.
- (f) Construction offices that accompany on-going development activities. (See definition of development contained in section 26.1-10.) Construction offices shall be removed from any development site not more than ninety (90) days after the development activity ceases.
- (g) Doghouses, runs, pens, rabbit hutches, cages and other similar structures including private kennels housing no more than four (4) dogs, which are six (6) months of age or older, as defined in section 26.1-10; for the housing of commonly accepted pets, but not including kennels as defined in section 26.1-10.
- (h) Fallout shelters.
- (i) Garages, private.
- (j) Garage and yard sales.
- (k) Gardening and garden sheds.

- (l) Guest house or rooms for guests in an owner-occupied principal building or building accessory to an owner-occupied principal building, but only in the A residence zone, B residence zone or local business zone and provided that the gross floor area used for housing guests in either an accessory or principal building does not exceed twenty (20) percent of the gross floor area of the principal building. The purpose of a guest house or rooms for guests shall be for the occasional housing of guests, and not as rental units or for permanent occupancy as housekeeping units. An accessory building used to house guests shall meet all applicable building code requirements that pertain to dwellings.
- (m) Motor vehicle fuel storage tanks installed underground in business and industrial zones and in residential zones when accessory to a use other than a dwelling.
- (n) Parking and loading spaces, off-street, as regulated by section 26.1-42; however a garage or parking area for not more than three (3) passenger vehicles plus one (1) commercial vehicle shall be permitted when accessory to a one-family dwelling in any zoning district.
- (o) Parking of one (1) commercial vehicle per dwelling unit in a residential zone or the local business zone subject to the following limitations.
 - (1) No garbage truck, tractor and/or trailer of a tractor-trailer truck, dump truck, construction equipment, cement mixer truck, wreckers with a gross weight of twelve thousand (12,000) pounds or more, commercial passenger buses, or similar such vehicles or equipment shall be parked as an accessory to a dwelling in the aforementioned zones.
 - (2) Any commercial vehicle parked as an accessory to a dwelling unit in any zone shall be owned and/or operated only by the occupant of the dwelling at which it is parked.
- (p) Porches, gazebos and similar structures.
- (q) Recreation, storage and service structures in a manufactured home park or trailer court.
- (r) Residence for a proprietor or storekeeper and his/her family located in the same building as his/her place of occupation in any commercial zone.
- (s) Signs for advertising the lease, sale or use of a lot or building on which placed and not exceeding a total area of twelve (12) square feet, provided that on a lot occupied by a dwelling there may be for each family housed no more than one (1) sign with a total area of not more than two (2) square feet that may indicate the occupants' name, address, and business, for example J. Smith—Accountant. Home occupation signs shall be installed in accordance with section 21-21(a) of the City of Norton Code. All other signs are permitted only in accordance with Chapter 21.

- (t) Statues, arbors, trellises, clotheslines, barbecue stoves, flagpoles, fences, walls, hedges, gates and gateposts located so as not to obstruct the normal observation of traffic.
- (u) Storage, outside, in residential and local business zones; to include a compost pile, provided such storage is located in the rear yard, is screened from view from the first story window of any neighboring dwelling, and the total area for such outside storage does not occupy more than one hundred (100) square feet. Outside storage on lots within either the general business, central business, light industrial or heavy industrial zones is permitted provided that the storage is screened from view from the first story window of any abutting dwelling located in a residential or local business zone.
- (v) Storage structures, provided however, that structures on lots within the general business, central business, light industrial or heavy industrial zones shall be screened from view from the first story window of any abutting dwelling located in a residential or local business zone.
- (w) Swimming pool and bathhouse, private.
- (x) Tennis, basketball or volleyball court, and similar private outdoor recreation uses.
- (y) Wayside stands, subject to the following limitations:
 - (1) Shall be for the purpose of selling agricultural products grown on the same property, or the sale of products of approved home occupations conducted on the same property. For purpose of this chapter, plants which are balled and burlapped shall not be considered as growing on the same property.
 - (2) Shall be permitted only in the A residence, B residence or local business zones on a lot containing at least twenty thousand (20,000) square feet.
 - (3) Structure shall not exceed two hundred (200) square feet in gross floor area.
 - (4) Shall be permitted only during crop-growing season, and such structure shall be removed except during such season.
 - (5) Shall not be subject to the limitations set forth in section 26.1-40-3, but shall be located a minimum distance of ten (10) feet from any lot line.
 - (6) Shall be located so as to provide for adequate off-street parking spaces and safe ingress and egress to the adjacent street.
 - (7) Notwithstanding the provisions of section 26.1-40-2(18), a wayside stand may have one (1) building-mounted sign, mounted flush against the stand, which does not exceed ten (10) square feet in area.

- (z) Farm animals (such as cows, pigs, hogs, goats, sheep, and other livestock, horses, mules, and other equine, chickens and other fowl, and similar utilitarian animals) may accompany permitted general purpose farms that engage primarily in the commercial soil-development cultivation or agricultural crop production and/or in the raising of livestock in accordance with Chapter 4 of the City of Norton Code—Animals and Fowl, but shall not be permitted as an accessory use except as follows:
- (1) Horses and other domesticated equine shall be permitted as accessory uses to a residential principal use in residential zones on lots of two (2) acres or greater in size, at the rate of one (1) such animal per acre over one (1).
- (aa) Satellite antenna. The size and location of any such antenna shall comply with all of the following requirements:
- (1) A satellite antenna may be located in a residential district when it complies with the following conditions:
- a. It is permanently ground mounted.
 - b. It is not located in the front yard.
 - c. It complies with the yard requirements of the underlying zone for accessory structures and uses.
 - d. It does not exceed fifteen (15) feet in height above the existing grade.
 - e. Only one (1) satellite antenna shall be permitted per lot.
 - f. The satellite antenna shall be used for private, non-commercial purposes.
 - g. Installation shall take place only after a building permit has been obtained.
 - h. Satellite antennas with a diameter measuring less than forty (40) inches may be installed in a manner consistent with a typical television antenna.
 - i. Roof-mounted satellite antennas are permitted in conjunction with hospitals, convalescent homes; sanatoriums; federal, state, or municipal uses; group housing projects and larger apartment houses when installed in accordance with section 26.1-40-2(aa)(2)c.
- (2) A satellite antenna may be located in a business or industrial zone when it complies with the following conditions:
- a. Ground mounted antennas shall be permitted when installed permanently and in accordance with the yard height, and other limiting requirements of the underlying zone for accessory structures.

- b. All ground mounted satellite antennas exceeding twelve (12) feet in diameter shall be screened from any adjoining residentially zoned property. Such screening can be waived if the antenna is set back a distance at least five (5) times its diameter from the residentially zoned parcel.
- c. Roof mounted antennas shall be permitted, provided, however, that the diameter of the antenna does not exceed thirty-three (33) percent of the existing height of the building.

DAVENPORT & COMPANY LLC

EST. 1863 • MEMBER: NYSE • FINRA • SIPC

7-A

August 8, 2014

Fred L. Ramey, Jr.
City Manager
City of Norton, Virginia
618 Virginia Ave., NW
Norton, Virginia 24273

Dear Fred,

As a follow-up to our recent meeting, enclosed please find a summary of the potential refinancing of the City's 2006C VML/VACo Bonds (the "2006 Bonds"). We believe the City has an opportunity to take advantage of the historically low interest rate environment to generate cash flow savings. A summary of the existing 2006 Bonds is as follows:

Existing 2006 Bonds Summary Statistics

Par Refunded	\$1,055,000
Interest Rate	5.03%
Final Maturity	2/1/2027
Call Date	2/1/2017

Given current market interest rates and our experience in the Virginia municipal marketplace, we believe that the City has the potential to refinance these bonds to achieve the following goals:

1. Lower the interest rate;
2. Reduce the annual payment;
3. Achieve aggregate debt service savings significantly greater than the estimated cost of the transaction;
4. Maintain the existing final maturity (i.e. no extension of final maturity); and,
5. Maintain future prepayment flexibility.

Davenport recommends that the City explore the refinancing via a Competitively Bid Direct Bank Loan. This is a strategy the City has successfully employed on multiple occasions in the past. This strategy will allow the City to competitively bid the refinancing to local / regional / national banking institutions. Banking institutions will submit bids to Davenport, we will summarize and analyze the bids, and report back to City Council before the City has to make any formal decision as to whether it would like to move forward a transaction. Advantages of the Direct Bank Loan for the City are as follows:

1. City Council will know the results of the bidding before having to make a decision on whether to move forward with a transaction;
2. No costs are involved with bidding the refinancing. Members of the financing team, including Davenport, work "at risk" and are only compensated in the event a transaction that is acceptable to the City closes;
3. The refinancing can be bid and results reported back to City Council within a 30 to 45 day timeframe;
4. No need for credit ratings, official offering documents, or formal applications.

Included herein is a summary of the estimated results of the refinancing. These results are only estimates and final results will depend upon market conditions and the actual bids received.

If you concur, Davenport could begin the process of formally soliciting bids for the potential refinancing opportunity. Once bids are received and evaluated, Davenport could report back to City Council at the September 16 meeting with a presentation detailing the results of the RFP process and potential next steps. If favorable results are received, closing could occur on/about October 1.

Attached to this letter, you will find another letter required for our regulatory purposes that indicates the official inception of our financial advisory relationship. Your signing of this letter would not obligate you to compensate either Davenport or Sands Anderson, the City's Bond Counsel. Rather, it would allow the Town to determine what savings, if any, could result from the refinancing opportunities. Before we would go back in front of Town Council with results of the bidding, the actual savings levels and costs of the transaction will be detailed for you. We look forward to working with you on this transaction.

Sincerely,



Kyle A. Laux,
First Vice President
Davenport & Company, LLC

cc: David P. Rose, Public Finance Manager, Davenport & Company, LLC
Dan Siegel, Sands Anderson PC
Jesse Bausch, Sands Anderson PC

City of Norton, VA
 Potential Refunding of the 2006C VML/VACo Bonds
 Direct Bank Placement

Key Assumptions

	<u>September 2014</u>	<u>April 2015</u>
Dated Date	9/1/2014	4/1/2015
First Interest Payment	1/15/2015	7/15/2015
First Principal Payment	7/15/2015	7/15/2015
Final Maturity Date	7/15/2026	7/15/2026
Refunding Rates	2.65% Fixed Rate	2.79% Fixed Rate

Sources and Uses of Funds

	<u>September 2014</u>	<u>April 2015</u>
Sources of Funds		
Par Amount	\$1,203,034	\$1,186,239
Total	\$1,203,034	\$1,186,239
Uses of Funds		
Escrow Deposit	\$1,170,034	\$1,153,239
Local Cost of Issuance	33,000	33,000
Total	\$1,203,034	\$1,186,239

Note: Costs of issuance are estimated and subject to change.

Refunding Results

	<u>September 2014</u>	<u>April 2015</u>
Average Coupon of Refunded Bonds	5.03%	5.03%
All-In TIC	3.08%	3.26%
Negative Arbitrage	\$51,375	\$46,795
PV Savings	\$40,815	\$38,914
% PV Savings	3.87%	3.69%

Annual Savings

<u>Fiscal Year</u>	<u>September 2014</u>	<u>April 2015</u>
2015	\$14,846	
2016	3,931	\$5,219
2017	3,931	5,219
2018	3,931	5,219
2019	3,931	5,219
2020	3,931	5,219
2021	3,931	5,219
2022	3,931	5,219
2023	3,931	5,219
2024	3,931	5,219
2025	3,931	5,219
2026	3,931	5,219
2027	3,931	5,219
Total Savings	\$62,022	\$62,629

Notes: All debt service estimates are preliminary and subject to change. Interest rates are based on current market estimates. Assume the City waits until April 1, 2015 to refinance the 2006C Bonds. If interest rates were to rise to 2.79%, a refinancing with an April 1, 2015 closing date would allow the City to save as much as it would if it were to refinance now, under current estimated market conditions (closing date of 9/1/2014 at 2.65%).

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The enclosed information relates to an existing or potential municipal advisor engagement.

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DAVENPORT & COMPANY LLC

EST. 1863 • MEMBER: NYSE • FINRA • SIPC

August 8, 2014

Fred L. Ramey, Jr.
City Manager
City of Norton, Virginia
618 Virginia Ave., NW
Norton, Virginia 24273

Dear Fred,

The Municipal Securities Rulemaking Board requires under Rule G-23 that we have a written engagement letter with our clients promptly upon the inception of a financial advisory relationship. Your signature below will confirm that Davenport & Company LLC will be providing the City of Norton, Virginia financial advisory services related to refinancing of existing debt and other tasks you may request until the work is complete or the relationship is terminated, which you may do at any time.

The basis of compensation for this engagement, if any, is anticipated to be an hourly fee or a flat fee or other arrangement to be mutually acceptable and agreed upon in writing prior to the completion of the engagement.

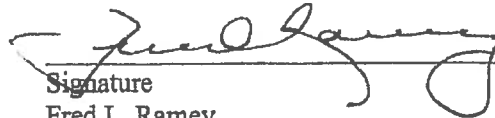
If this appropriately describes our relationship please indicate by signing and returning one copy of this letter to my attention.

Sincerely,

Accepted By:



Signature
Kyle A. Laux, First Vice President
Davenport & Company, LLC



Signature
Fred L. Ramey
City of Norton, Virginia

Inter-Office Memo



7-B

To: Mayor and City Council
From: Fred L. Ramey, Jr., City Manager *FR*
CC:
Date: September 11, 2014
Re: Update on the UVA-Wise Green Salamander Survey at the Flag Rock
Recreation Area

As City Council may recall last year Dr. Wally Smith, Assistant Professor of Biology at UVA-Wise, discussed with Council a survey of green salamanders that he was beginning at the Flag Rock Recreation Area. Dr. Smith will be at the September 16th Council meeting to present the results of the survey.

Thank You.

Inter-Office Memo



7-C

To: Mayor and City Council
From: Fred L. Ramey, Jr., City Manager **FR**
CC:
Date: September 11, 2014
Re: 1st October Meeting

Our next regular meeting is scheduled for Tuesday, October 7th, which is during the annual Virginia Municipal League Conference. Since two members of City Council plan to attend the conference, City Council may want to consider cancelling or rescheduling the meeting.

Thank You.



NORTON CITY SCHOOLS — SCHOOL BOARD

PO BOX 498
22 TENTH STREET
NORTON, VA 24273-0498

DIVISION SUPERINTENDENT
KEITH PERRIGAN

TIM CASSELL
CHAIRPERSON
STEVE CHILDERS
VICE-CHAIRPERSON
VALERIE BROWN
MARK LEONARD
SHERRY ADAMS

7-1

TO: Jeff Shupe
FROM: *YI* Yvonne Isom, Finance Manager
SUBJECT: Request For Funds
DATE: August 28, 2014

The Norton City Schools request a deposit of City Funds in the amount of \$110,000.00 to cover payroll fringes.

134026

09-05-2014

Consolidated Pipe & Supply Co., Inc.
Account No. 240311

\$173,737.29

Invoices: 24433062-000-000 - \$14,917.80
 24433062-001-000 - \$83,172.70
 24433266-005-000 - \$33,930.00
 24433266-006-000 - \$ 5,494.50
 2441304 -000-000 - \$ 6.00
 2441697 -000-000 - \$ 161.29
 2442012 -000-000 - \$ 55.00

V-6698

CITY OF NORTON
GENERAL OPERATING FUND
NORTON, VA 24273

THE FIRST BANK & TRUST
NORTON, VA

134026

68 446 514
10

*****One Hundred Seventy-Three Thousand Seven Hundred Thirty-Seven Dollars and Twenty-Nine Cents
PAY TO THE ORDER OF:

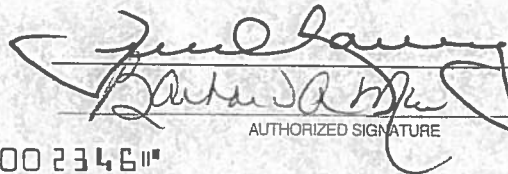
DATE

AMOUNT

09-05-2014

\$173,737.29

Consolidated Pipe & Supply Co., Inc.
722 Mountain View Drive
Piney Flats, Tn. 37686



AUTHORIZED SIGNATURE

⑈ 134026 ⑈ ⑆ 051404464 ⑆ 100002346 ⑈