

**SPECIAL CALLED MEETING  
CITY OF MARTIN BOARD OF MAYOR AND ALDERMEN**

**DECEMBER 28, 2011      NOON      CITY MUNICIPAL BUILDING**

BE IT REMEMBERED a special called meeting of the Board of Mayor and Aldermen for the City of Martin, Tennessee, was held Wednesday, December 28, 2011, at Noon in the City Municipal Building, when the following was held to wit:

MEMBERS PRESENT:      HONORABLE RANDY BRUNDIGE, MAYOR  
                                 HONORABLE BILL HARRISON, ALDERMAN WARD I  
                                 HONORABLE DAVID BELOTE, ALDERMAN WARD II  
                                 HONORABLE JOHNNY TUCK, ALDERMAN WARD II  
                                 HONORABLE TERRY HANKINS, ALDERMAN WARD III  
                                 HONORABLE RANDY EDWARDS, ALDERMAN WARD III  
MEMBERS ABSENT:      HONORABLE DANNY NANNEY, ALDERMAN WARD I

Also present: City Recorder Chris Mathis, owner of CSA Energy, Inc. Dr. Brent Carman, Mr. David Sudberry, Mr. Walter Harris, and members of the media Sabrina Bates and Brent Harris.

**Agenda:**

**Introduction and presentation of Resolution R2011-18: A resolution authorizing the Mayor of Martin to enter into a contract with CSA Energy, Inc. for locating a biomass waste to energy facility for the City of Martin**

**CALL TO ORDER**

Mayor Brundige called the December 28<sup>th</sup> special called meeting of the City of Martin Board of Mayor and Aldermen to order.

**INTRODUCTION AND PRESENTATION OF RESOLUTION R2011-18: A RESOLUTION AUTHORIZING THE MAYOR OF MARTIN TO ENTER INTO A CONTRACT WITH CSA ENERGY, INC. FOR LOCATING A BIOMASS WASTE TO ENERGY FACILITY FOR THE CITY OF MARTIN**

Mayor Brundige introduced and presented for consideration Resolution R2011-18: A resolution authorizing the Mayor of Martin to enter into a contract with CSA Energy, Inc. for locating a biomass waste to energy facility for the City of Martin.

Mayor Brundige further explained – The Board asked me to work with Dr. Carman concerning CSA Energy, Inc. and I asked Alderman Edwards if he would assume this task and present a recommendation for the Board to consider. Resolution R2011-18 is the recommendation for a contract with CSA Energy, Inc.

Recorder Mathis read the resolution. A copy was provided for any interested persons and to members of the media. A copy of the resolution follows:

**RESOLUTION R2011-18**

**A RESOLUTION AUTHORIZING THE MAYOR OF MARTIN TO  
ENTER INTO A CONTRACT WITH CSA ENERGY, INC. FOR LOCATING A BIOMASS  
WASTE TO ENERGY FACILITY FOR THE CITY OF MARTIN**

**WHEREAS**, the City of Martin realizes the need to develop and implement a strategy for providing clean renewable energy for its citizens; and

**WHEREAS**, the Board of Mayor and Aldermen has determined that it would be economically beneficial for the City to contract for a power purchase agreement and location of a biomass waste to energy facility within the city limits, in which such facility would then utilize available City waste material and convert it to clean renewable energy; and

**WHEREAS**, CSA, Inc. is a company dedicated to the development and commercialization of clean, sustainable, alternative renewable energy-based technologies; and

**WHEREAS**, the City has applied for and received approval for multiple site locations within the City in which to produce green energy through its local distributor, contingent upon CSA, Inc. being able to adequately secure project financing; and

**WHEREAS**, CSA, Inc. has proposed that the City supply a specified and insured building site location and all feedstock material required at no cost to CSA, Inc. to help support the City's contract with its local distributor and the City would receive 5% (five percent) of electrical revenues received from the project until such time that the project costs of the gasification and associated equipment involved are fully recovered, at which time the City would then receive 15% (fifteen percent) of the electrical revenues received for the remainder of the project contract, and

**WHEREAS**, the City has determined that CSA, Inc.'s use of the building will create jobs as well as reduce the City's wood waste material all the while supporting the City's green initiatives, and in addition, will also further enhance and support job creation within the City limits.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN OF THE CITY OF MARTIN** that the Mayor is authorized to enter into an agreement with CSA, Inc. to enter into a power purchase agreement with CSA, Inc. and provide a biomass waste to energy facility within the City limits.

**BE IT FURTHER RESOLVED** that this resolution shall become effective immediately upon passage, **THE PUBLIC WELFARE REQUIRING IT.**

**DULY PASSED AND ADOPTED THE 28<sup>TH</sup> DAY OF DECEMBER, 2011.**

ATTEST:

APPROVED:

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Chris Mathis, CPA  
City Recorder

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Randy Brundige,  
Mayor

Mayor Brundige stated – You have heard the reading of R2011-18 do I have a motion to approve?

Alderman Edwards made the motion to approve Resolution R2011-18: A resolution authorizing the Mayor of Martin to enter into a contract with CSA Energy, Inc. for locating a biomass waste to energy facility for the City of Martin, seconded by Alderman Hankins.

Mayor Brundige asked – Is there any discussion?

Alderman Hankins asked – Will this unit burn used tires?

Dr. Carman answered – Yes.

Alderman Hankins asked – When the Weakley Farmers Co-op brings you all of their used tires, will there be a charge?

Dr. Carman explained – We are working on this area and I do not have a definite answer for you. Tires have to be chipped and the steel removed before processing in the machine. We are still struggling with some of the waste streams.

Alderman Belote asked – How will the waste materials be delivered? I know we have discussed this but I would like clarification.

Mayor Brundige answered – Our contract with Barker Brothers ends in July of this year. This facility has to be online by March 15th. We are going to try to get Barker Brothers to deliver the waste products to the site until a new contract is in place. In the new contract we will address this situation. My thinking is that Barker Brothers will try to accommodate us in this matter as it will shorten their road trip by several miles saving them money and will keep the waste out of their landfill. We may not be full force to begin with but we have to have all sites online by the deadline.

Alderman Hankins asked – Mayor would you address the building that will house the business and what will take place there?

Mayor Brundige answered – The business will be housed in the old National Guard Armory building. The burner or machine will be inside the building. We have a fenced area which is blacktop and gravel on the east side of the building where brush can stored. Alderman Edwards and Dr. Carman have approved the site and think it will be suitable for this purpose. The city is not using the building for anything but storage. Therefore, this will be a productive use for it. The roof does have a couple of leaks and I have contacted a roofer to fix these. At some point in time the city will set up two offices for the business. The city has a ten year lease on the building with four ten year options at a \$1.00 per year.

Mayor Brundige further explained – All contracts and agreements will be viewed by the city's attorney before signing.

Alderman Belote asked – Do you anticipate a buildup of brush?

Dr. Carman spoke – We do not anticipate a buildup because we will be feeding fuel into the burner continuously. Eventually we will be able to anticipate our needs and keep the fuel source storage to a minimum.

Mayor Brundige spoke – Even if the brush piles up it will not look any worse than the recycle center grounds. Besides the storage area in question is located behind the building and is not visible to the public.

Alderman Belote stated – The recycle center needs to clean up their area.

Mayor Brundige answered – When we get CSA Energy up and functioning some of the debris at the recycle center may be moved down to our facility and used for fuel. I agree they need to clean the area.

Alderman Belote asked – Will the recycle center cooperate with us?

Mayor Brundige answered – We hope so.

Alderman Hankins asked – On a brighter side, how many jobs will this project create?

Mayor Brundige answered – On the start, only two to three but when operating at full capacity twenty-five or more.

Alderman Belote asked – How long will it take the business to get into the 15% payback for the city?

Dr. Carman stated – We estimate three years.

Dr. Carman further explained – All equipment except the generators will be stored inside the building.

Alderman Hankins stated – There will be no smoke stacks or unsightly equipment visible to the citizens and no environmental issues, as there are no by-products because the process is a clean burn. I really think this is good.

Mayor Brundige asked – is there any further discussion? There was none. A roll call vote was requested and follows:

FOR: ALDERMAN HARRISON  
ALDERMAN BELOTE  
ALDERMAN TUCK

	ALDERMAN HANKINS
	ALDERMAN EDWARDS
AGAINST:	NONE
ABSENT:	ALDERMAN NANNEY

Mayor Brundige declared Resolution R2011-18 approved.

**ADJOURN**

Mayor Brundige asked – is there a motion to adjourn?

Alderman Harrison made the motion to adjourn, seconded by Alderman Hankins.

VOTE: UNANIMOUS VOICE VOTE OF APPROVAL

ATTEST:

SIGNED:

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Chris Mathis, CPA  
City Recorder

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Randy Brundige,  
Mayor

RB: CM/bh