

EXTRACTS FROM MINUTES OF THE BOARD OF COMMISSIONERS

A regular meeting of the Board of Commissioners of the Town of Huntersville, North Carolina, was duly held on June 6, 2016 at 6:30 p.m. at the Town Hall, 101 Huntersville-Concord Road, Huntersville, North Carolina 28078. Mayor John Aneralla presiding.

The following members were present:

The following members were absent:

The following members of the Board were absent:

Also present:

Commissioner _____ introduced the following resolution (the "*Resolution*"), a summary of which had been provided to each Commissioner, a copy of which was available with the Town Clerk and which was read by title:

**RESOLUTION OF THE BOARD OF COMMISSIONERS
OF THE TOWN OF HUNTERSVILLE, NORTH CAROLINA
MAKING CERTAIN STATEMENTS OF FACT
CONCERNING PROPOSED BOND ISSUE**

WHEREAS, the Board of Commissioners of the Town of Huntersville, North Carolina (the “*Board of Commissioners*”) is considering the issuance of bonds of the Town of Huntersville, North Carolina (the “*Town*”) which shall be for the following purpose and in the following maximum amount:

\$865,000 of bonds to pay the capital costs of upgrading Main Street and providing connections to NC 115 at Mount Holly-Huntersville Road and Fourth Street in the Town, including related improvements and the acquisition of land, rights-of-way and easements in land required therefor.

WHEREAS, certain findings of fact by the Board of Commissioners must be presented to enable the Local Government Commission of the State of North Carolina to make certain determinations as set forth in Article 4 of Chapter 159 of the General Statutes, Section 52.

NOW, THEREFORE, BE IT RESOLVED that the Board of Commissioners meeting in open session on June 6, 2016, has made the following factual findings in regard to this matter:

A. ***Facts Regarding Necessity of Proposed Financing.*** The proposed bonds are necessary and expedient in order to pay the capital costs of upgrading Main Street and providing connections to NC 115 at Mount Holly-Huntersville Road and Fourth Street in the Town, including related improvements and the acquisition of land, rights-of-way and easements in land required therefor.

B. ***Facts Supporting the Amount of Bonds Proposed.*** The sums estimated for these bonds are adequate and not excessive for the proposed purpose.

C. ***Past Debt Management Policies.*** The Town’s debt management policies have been carried out in compliance with law. The Town employs a full-time Finance Director to oversee compliance with applicable laws relating to debt management. The Board of Commissioners requires annual audits of Town finances. In connection with these audits, compliance with laws is reviewed. The

Town is not in default in any of its debt service obligations. The Town Attorney reviews all debt-related documents for compliance with laws.

D. *Past Budgetary and Fiscal Management Policies.* The Town's budgetary and fiscal management policies have been carried out in compliance with laws. Annual budgets are closely reviewed by the Board of Commissioners before final approval of budget ordinances. Budget amendments changing a function total or between functions are presented to the Board of Commissioners at regular Board of Commissioners meetings. The Finance Director presents financial information to Board of Commissioners which shows budget to actual comparisons semiannually and otherwise as the Town Manager deems necessary or as a member of the Board of Commissioners may request.

E. *Retirement of Debt.* The schedule for issuing the bonds does not require a property tax increase. The schedule for issuance calls for issuing all of the bonds by the end of the fiscal year ending June 30, 2017.

F. *Application to the Local Government Commission.* The Finance Director is hereby directed to file with the Local Government Commission an application for its approval of the bonds hereinbefore described, on a form prescribed by said Commission, and (1) to request in such application that said Commission approve the Town's use of Parker Poe Adams & Bernstein LLP, Charlotte, North Carolina, as bond counsel for the Town, (2) to request in such application that said Commission approve the Town's use of Davenport and Company LLC, Charlotte, North Carolina, as financial advisor for the Town and (3) to state in such application such facts and to attach thereto such exhibits in regard to (a) such bonds and (b) the Town and its financial condition, as may be required by said Commission.

G. *Effective Date.* This Resolution is effective immediately on its adoption.

Upon motion of Commissioner _____, seconded by Commissioner _____, the foregoing resolution entitled: **"RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE TOWN OF HUNTERSVILLE, NORTH CAROLINA MAKING CERTAIN STATEMENTS OF FACT CONCERNING PROPOSED BOND ISSUE"** was adopted by the following vote:

AYES:

NAYS:

PASSED, ADOPTED AND APPROVED this 6th day of June, 2016.

STATE OF NORTH CAROLINA)
) SS:
TOWN OF HUNTERSVILLE)

I, Janet Pierson, Town Clerk of the Town of Huntersville, North Carolina, *DO HEREBY CERTIFY* the attached to be a true and correct copy of a Resolution entitled, “**RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE TOWN OF HUNTERSVILLE, NORTH CAROLINA MAKING CERTAIN STATEMENTS OF FACT CONCERNING PROPOSED BOND ISSUE**” adopted by the Board of Commissioners of the Town of Huntersville, North Carolina at a regular meeting held on the 6th day of June, 2016.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the corporate seal of said Town, this the 6th day of June, 2016.

(SEAL)

Town Clerk
Town of Huntersville, North Carolina