

RESOLUTION 15-03

RESOLUTION AUTHORIZING THE FILING OF AN APPLICATION FOR APPROVAL OF A FINANCING AGREEMENT AUTHORIZED BY NORTH CAROLINA GENERAL STATUTE 160A-20

WHEREAS, the Town of Holden Beach, Brunswick County, North Carolina desires to refinance the Emergency Operations Center located at 1044 Sabbath Home Road. The refinancing will better serve the citizens of the Town of Holden Beach and save \$297,431 in debt payments.

WHEREAS, The Town of Holden Beach desires to finance the Project by the use of an installment contract authorized under North Carolina General Statute 160A, Article 3, Section 20; and

WHEREAS, findings of fact by this governing body must be presented to enable the North Carolina Local Government Commission to make its findings of fact set forth in North Carolina General Statute 159, Article 8, Section 151 prior to approval of the proposed contract;

NOW, THEREFORE, BE IT RESOLVED that the Board of Commissioners of the Town of Holden Beach, North Carolina, meeting in regular session on the 10th day of February, 2015, make the following findings of fact:

1. The proposed contract is necessary or expedient because refinancing will enable the Town to save money on its accrued debt obligation.
2. The proposed contract is preferable to a bond issue for the same purpose because refinancing with an installment purchase agreement is less costly than a general obligation bond. It will also shorten the term and save money on interest throughout the lifetime of the loan.

See attachment 1.

3. The cost of financing under the proposed contract is not greater than the cost of issuing general obligation bonds.
4. The sums to fall due under the contract are adequate and not excessive for the proposed purpose because the financing term will shorten and interest will be saved.
5. The Town of Holden Beach debt management procedures and policies are good because the Town of Holden Beach has never defaulted on any debt service payment.
6. The increase in taxes necessary to meet the sums to fall due under the proposed contract will be 0 cents per \$100 valuation and is not deemed to be excessive.
7. The Town of Holden Beach is not in default in any of its debt service obligations.
8. The attorney for the Town of Holden Beach has rendered an opinion that the proposed Project is authorized by law and is a purpose for which public funds may be expended pursuant to the Constitution and laws of North Carolina.

NOW, THEREFORE, BE IT FURTHER RESOLVED that the Town Manager is hereby authorized to act on behalf of the Town of Holden Beach in filing an application with the North Carolina Local Government Commission for approval of the Project and the proposed financing contract and other actions not inconsistent with this resolution.

This resolution is effective upon its adoption this 10th day of February, 2015.

The motion to adopt this resolution was made by _____, seconded by _____ and passed by a vote of _____ to _____.

Alan Holden, Mayor

ATTEST:

Heather Finnell, Town Clerk

This is to certify that this is a true and accurate copy of Resolution No. 15-03 Adopted by the Town of Holden Beach Board of Commissioners on the 10th day of February, 2015.

Heather Finnell, Town Clerk

Date