

**NORTH CAROLINA DEPARTMENT OF STATE TREASURER
LOCAL GOVERNMENT COMMISSION
MINUTES
MARCH 3, 2020**

The meeting was called to order at 2:30 p.m. by Chair Dale R. Folwell on the above date. Members present were: Chair Folwell, Secretary of State Elaine Marshall, Chief Deputy Auditor Kent McLamb representing State Auditor Beth Wood as her designee, Secretary of Revenue Ronald Penny, and Edward Munn. Members via telephone: Viola Harris, Joshua Bass, Scott Padgett and Mike Philbeck.

Members Absent: None

A quorum was present for the entire meeting.

Other Attendees: Greg Gaskins, Sharon Edmundson, Tim Romocki, Jennifer Wimmer, Alisia Smith, Cindy Aiken, Debbie Tomasko, Kendra Boyle, Dan Way, Tony Blalock, Terra Greene, Stephen Holton, John Overton, Craig Goodson, Todd Taylor, Judy Estevez, Madeline Hurley, Frank Lester and Paige Worsham.

Other Participants by phone: Dora Fazzini, Dion Clark, Mayor Barry Kaufman, Bob Pudney, Steve Smith, Daniel Davis, Shannon Moore and Lane Bailey.

Chair Folwell asked those present if they had any actual, potential, or the appearance of a conflict of interest regarding the matters on the agenda. There were no conflicts to report.

Mr. Munn made a motion that the minutes of the February 4, 2020 meeting be approved. Mr. Penny seconded the motion and the minutes were approved by unanimous vote.

Mr. Penny made a motion that the Resolutions for Town of Askewville, Town of Black Creek, Town of Earl and Town of East Laurinburg giving notice and warning regarding failure to comply with the budget and fiscal control requirements of Chapter 159 of the North Carolina General Statutes be approved.

Mr. Munn seconded the motion and the following resolutions were adopted by unanimous vote:

RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN OF ASKEWVILLE REGARDING THE TOWN'S FAILURE TO COMPLY WITH THE BUDGET AND FISCAL CONTROL REQUIREMENTS OF CHAPTER 159 OF THE NORTH CAROLINA GENERAL STATUTES

WHEREAS, the staff of the Local Government Commission (the "Commission") has advised officers and the Governing Body of the Town of Askewville (the "Town") of their responsibilities for compliance with budget and fiscal control practices, standards and laws; and

WHEREAS, the staff of Commission notified the Town, its officers, and its Governing Body in a Letter dated January 3, 2020 of its failure to comply with the provisions of the Local Government Budget and Fiscal Control Act, North Carolina General Statutes (G.S.), Chapter 159, Article 3, specifically G.S. 159-34(a) which requires that each unit of local government and public authority have its accounts audited as soon as possible after the close of each fiscal year and that the finance officer file a copy of the audit report with the Secretary of the Commission. The due date established by the Commission staff for filing the audit report with the Secretary is October 31 each year, with a grace period extension to December 1; and

WHEREAS, the annual audit reports for the Town for fiscal years ended June 30 2016, 2017, 2018, and 2019 have not been received by the Secretary of the Commission as of the date of this Resolution; and

WHEREAS, an annual audit report provides essential information on the financial condition of the Town to its officers, Governing Body, its creditors and grantors, and citizens; and

WHEREAS, the Town has failed to respond to the Letter from Commission staff as of the date of this Resolution;

NOW, THEREFORE, the Commission directs its Secretary,

1. To notify the Town, its officers and its Governing Body that the Town has failed to submit an annual audit report for the 2016, 2017, 2018, and 2019 fiscal years as required under North Carolina General Statute 159-34(a);
2. To recommend that the Town's finance officer use the authority provided under North Carolina General Statute 159-25(a)(9) as needed to contract with outside entities, including certified public accountants in good standing with the North Carolina State Board of Certified Public Accountant Examiners, bookkeeping firms, councils of government, and other units of government, to ensure fulfillment of certain duties of the finance officer and to ensure that the annual audits are completed and filed as required;
3. To notify the Town, its officers and its Governing Body that the Commission expects a response not later than 30 days from the date of this resolution that either a) confirms the successful submission of the 2016, 2017, 2018, and 2019 annual audit reports to the Secretary of the Commission, or b) confirms that the Town has hired adequate assistance to complete and submit the annual audits, and includes the name(s) of the entity(ies) retained, and the timeline and deadlines for completion and submission of the reports;
4. To deliver to the Town, its officers and Governing Body this Resolution as Notice and Warning from the Commission;
5. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

The Town will open its offices and accounting records to the Commission's staff and cooperate with staff as they work to verify that actions required by this Resolution have in fact been taken.

Failure to comply with this notice may result in the enforcement of North Carolina G.S. 159-25(e) under which the Commission may require the Town to contract with outside entities in accordance with the terms of G.S. 159-25(a)(9) and/or G.S. 159-181(c) under which the Commission may assume control of the Town's financial affairs.

RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN OF BLACK CREEK REGARDING THE TOWN'S FAILURE TO COMPLY WITH THE BUDGET AND FISCAL CONTROL REQUIREMENTS OF CHAPTER 159 OF THE NORTH CAROLINA GENERAL STATUTES

WHEREAS, the staff of the Local Government Commission (the "Commission") has advised officers and the Governing Body of the Town of Black Creek (the "Town") of their responsibilities for compliance with budget and fiscal control practices, standards and laws; and

WHEREAS, the staff of Commission notified the Town, its officers, and its Governing Body in a Letter dated January 3, 2020 of its failure to comply with the provisions of the Local Government Budget and Fiscal Control Act, North Carolina General Statutes (G.S.), Chapter 159, Article 3, specifically G.S. 159-34(a) which requires that each unit of local government and public authority have its accounts audited as soon as possible after the close of each fiscal year and that the finance officer file a copy of the audit report with the Secretary of the Commission. The due date established by the Commission staff for filing the audit report with the Secretary is October 31 each year, with a grace period extension to December 1; and

WHEREAS, the annual audit reports for the Town for fiscal years ended June 30, 2018 and June 30, 2019 have not been received by the Secretary of the Commission as of the date of this Resolution; and

WHEREAS, an annual audit report provides essential information on the financial condition of the Town to its officers, Governing Body, its creditors and grantors, and citizens; and

WHEREAS, the Town has indicated that the audits are late because of the lack of adequate finance staff to properly prepare the Town's records for audit; and

WHEREAS, the Town has failed to respond to the Letter from Commission staff as of the date of this Resolution;

NOW, THEREFORE, the Commission directs its Secretary,

1. To notify the Town, its officers and its Governing Body that the Town has failed to submit an annual audit report for the 2018 and 2019 fiscal years as required under North Carolina General Statute 159-34(a);
2. To recommend that the Town's finance officer use the authority provided under North Carolina General Statute 159-25(a)(9) as needed to contract with outside entities, including certified public accountants in good standing with the North Carolina State Board of Certified Public Accountant Examiners, bookkeeping firms, councils of government, and other units of government, to ensure fulfillment of certain duties of the finance officer and to ensure that the annual audits are completed and filed as required;
3. To notify the Town, its officers and its Governing Body that the Commission expects a response not later than 30 days from the date of this resolution that either a) confirms the successful submission of the 2018 and 2019 annual audit reports to the Secretary of the Commission, or b) confirms that the Town has hired adequate assistance to complete and submit the annual audits, and includes the name(s) of the entity(ies) retained, and the timeline and deadlines for completion and submission of the reports;
4. To deliver to the Town, its officers and Governing Body this Resolution as Notice and Warning from the Commission;
5. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

The Town will open its offices and accounting records to the Commission's staff and cooperate with staff as they work to verify that actions required by this Resolution have in fact been taken.

Failure to comply with this notice may result in the enforcement of North Carolina G.S. 159-25(e) under which the Commission may require the Town to contract with outside entities in accordance with the terms of G.S. 159-25(a)(9) and/or G.S. 159-181(c) under which the Commission may assume control of the Town's financial affairs.

RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN OF EARL REGARDING THE TOWN'S FAILURE TO COMPLY WITH THE BUDGET AND FISCAL CONTROL REQUIREMENTS OF CHAPTER 159 OF THE NORTH CAROLINA GENERAL STATUTES

WHEREAS, the staff of the Local Government Commission (the "Commission") has advised officers and the Governing Body of the Town of Earl (the "Town") of their responsibilities for compliance with budget and fiscal control practices, standards and laws; and

WHEREAS, the staff of Commission notified the Town, its officers, and its Governing Body in a Letter dated January 3, 2020 of its failure to comply with the provisions of the Local Government Budget and Fiscal Control Act, North Carolina General Statutes (G.S.), Chapter 159, Article 3, specifically G.S. 159-34(a) which requires that each unit of local government and public authority have its accounts audited as soon as possible after the close of each fiscal year and that the finance officer file a copy of the audit report with the Secretary of the Commission. The due date established by the Commission staff for filing the audit report with the Secretary is October 31 each year, with a grace period extension to December 1; and

WHEREAS, the annual audit reports for the Town for fiscal years ended June 30, 2018 and June 30, 2019 have not been received by the Secretary of the Commission as of the date of this Resolution; and

WHEREAS, an annual audit report provides essential information on the financial condition of the Town to its officers, Governing Body, its creditors and grantors, and citizens; and

WHEREAS, the Town has failed to respond to the Letter from Commission staff as of the date of this Resolution;

NOW, THEREFORE, the Commission directs its Secretary,

1. To notify the Town, its officers and its Governing Body that the Town has failed to submit an annual audit report for the 2018 and 2019 fiscal years as required under North Carolina General Statute 159-34(a);
2. To recommend that the Town's finance officer use the authority provided under North Carolina General Statute 159-25(a)(9) as needed to contract with outside entities, including certified public accountants in good standing with the North Carolina State Board of Certified Public Accountant Examiners, bookkeeping firms, councils of government, and other units of government, to ensure fulfillment of certain duties of the finance officer and to ensure that the annual audits are completed and filed as required;
3. To notify the Town, its officers and its Governing Body that the Commission expects a response not later than 30 days from the date of this resolution that either a) confirms the successful submission of the 2018 and 2019 annual audit reports to the Secretary of the Commission, or b) confirms that the Town has hired adequate assistance to complete and submit the annual audits, and includes the name(s) of the entity(ies) retained, and the timeline and deadlines for completion and submission of the reports;

4. To deliver to the Town, its officers and Governing Body this Resolution as Notice and Warning from the Commission;

5. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

The Town will open its offices and accounting records to the Commission's staff and cooperate with staff as they work to verify that actions required by this Resolution have in fact been taken.

Failure to comply with this notice may result in the enforcement of North Carolina G.S. 159-25(e) under which the Commission may require the Town to contract with outside entities in accordance with the terms of G.S. 159-25(a)(9) and/or G.S. 159-181(c) under which the Commission may assume control of the Town's financial affairs.

RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN OF EAST LAURINBURG REGARDING THE TOWN'S FAILURE TO COMPLY WITH THE BUDGET AND FISCAL CONTROL REQUIREMENTS OF CHAPTER 159 OF THE NORTH CAROLINA GENERAL STATUTES

WHEREAS, the staff of the Local Government Commission (the "Commission") has advised officers and the Governing Body of the Town of East Laurinburg (the "Town") of their responsibilities for compliance with budget and fiscal control practices, standards and laws; and

WHEREAS, the staff of Commission notified the Town, its officers, and its Governing Body in a Letter dated January 3, 2020 of its failure to comply with the provisions of the Local Government Budget and Fiscal Control Act, North Carolina General Statutes (G.S.), Chapter 159, Article 3, specifically G.S. 159-34(a) which requires that each unit of local government and public authority have its accounts audited as soon as possible after the close of each fiscal year and that the finance officer file a copy of the audit report with the Secretary of the Commission. The due date established by the Commission staff for filing the audit report with the Secretary is October 31 each year, with a grace period extension to December 1; and

WHEREAS, the annual audit reports for the Town for fiscal years ended June 30 2017, 2018, and 2019 have not been received by the Secretary of the Commission as of the date of this Resolution; and

WHEREAS, an annual audit report provides essential information on the financial condition of the Town to its officers, Governing Body, its creditors and grantors, and citizens; and

WHEREAS, the Town has failed to respond to the Letter from Commission staff as of the date of this Resolution;

NOW, THEREFORE, the Commission directs its Secretary,

1. To notify the Town, its officers and its Governing Body that the Town has failed to submit an annual audit report for the 2017, 2018, and 2019 fiscal years as required under North Carolina General Statute 159-34(a);

2. To recommend that the Town's finance officer use the authority provided under North Carolina General Statute 159-25(a)(9) as needed to contract with outside entities, including certified public accountants in good standing with the North Carolina State Board of Certified Public Accountant Examiners, bookkeeping firms, councils of government, and other units of government, to ensure fulfillment of certain duties of the finance officer and to ensure that the

annual audits are completed and filed as required;

3. To notify the Town, its officers and its Governing Body that the Commission expects a response not later than 30 days from the date of this resolution that either a) confirms the successful submission of the 2017, 2018, and 2019 annual audit reports to the Secretary of the Commission, or b) confirms that the Town has hired adequate assistance to complete and submit the annual audits, and includes the name(s) of the entity(ies) retained, and the timeline and deadlines for completion and submission of the reports;

4. To deliver to the Town, its officers and Governing Body this Resolution as Notice and Warning from the Commission;

5. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

The Town will open its offices and accounting records to the Commission's staff and cooperate with staff as they work to verify that actions required by this Resolution have in fact been taken.

Failure to comply with this notice may result in the enforcement of North Carolina G.S. 159-25(e) under which the Commission may require the Town to contract with outside entities in accordance with the terms of G.S. 159-25(a)(9) and/or G.S. 159-181(c) under which the Commission may assume control of the Town's financial affairs.

Ms. Harris made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE TOWN OF BEECH MOUNTAIN, NORTH CAROLINA FOR A PROJECT THAT CONSISTS OF THE CONSTRUCTION OF A NEW PUBLIC WORKS FACILITY NOTE: GOVERNMENTAL (GENERAL FUND) ACTIVITIES WILL SERVICE 65% OF LOAN OF \$3,380,000 WHILE BUSINESS ACTIVITIES WILL SERVICE 35% OF LOAN OF \$1,820,000 THROUGH AN INSTALLMENT PURCHASE CONTRACT PURSUANT TO G.S. 160A-20.

WHEREAS, the Town of Beech Mountain, North Carolina (the “Town”) has determined that it is necessary and expedient because the current Public Works building has exceeded its useful life and needs to be replaced; and

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, the Town intends to finance the cost of the Project through an Installment Financing Contract (the “Contract”) between the Town and Branch Banking Trust (the “Lender”) whereby the Lender shall advance moneys to the Town and the Town, subject to its right of nonappropriation, shall repay the advance with interest; and

WHEREAS, the principal amount of the Contract shall not exceed \$5,200,000 with annual payments with a term of twenty (20) years at a rate of 2.79%; and

WHEREAS, pursuant to Article 8 of Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission (the “Commission”) for approval of the proposed financing; and

WHEREAS, the Secretary of the Commission has determined that the unit has complied with G.S. 159-149; and

WHEREAS, the Commission, pursuant to G.S. 159-151, upon information and evidence received, finds and determines as follows:

- (i) that the Contract is necessary and expedient for the Town;
- (ii) that the Contract, under the circumstances, is preferable to a bond issue for the same purpose;
- (iii) that the sums to fall due under the Contract are adequate and not excessive for the proposed purpose of the Contract;
- (iv) that the Town's debt management procedures and policies are good;
- (v) that the Town is not in default in any of its debt service obligations; and
- (vi) that the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive;

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application for approval of the Contract and the planned financing, are hereby approved under the provisions of G.S. 160A-20 and relevant resolutions of the Commission.”

Mr. Padgett seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Munn made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION CITY OF LEXINGTON FOR ACQUISITION OF APPROXIMATELY 200 ACRES OF REAL ESTATE THAT IS SUITABLE FOR COMMERCIAL AND INDUSTRIAL USE. THE FINANCING OF THE PROPERTY WILL BE BY FRONT STREET - LEXINGTON, LLC IN WHICH THE CITY OF LEXINGTON WILL HOLD A MAJORITY (51%) INTEREST. TEAM FAMILY PARTNERSHIP, LLC WILL HOLD THE REMAINING 49% EQUITY INTEREST IN FRONT STREET - LEXINGTON, LLC. THE OBLIGATIONS OF FRONT STREET - LEXINGTON, LLC UNDER THE AGREEMENT WILL BE SECURED BY A DEED OF TRUST ON THE REAL ESTATE THROUGH AN INSTALLMENT PURCHASE CONTRACT AGREEMENT PURSUANT TO G.S. §160A-20

WHEREAS, the City of Lexington, North Carolina (the “City“) has determined that it is necessary and expedient to stimulate the local economy, increase the tax base, promote the creation of new jobs, and promote the welfare of the citizens; and

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, the City intends to finance the Project pursuant to an Installment Financing Agreement (the “Agreement”) between the City and Brown Street Partners, LLC & Golden Crescent Investment Corporation (the “Lender”), whereby the Lender shall advance moneys to the City, and the City, subject to its right of nonappropriation, shall repay the advancement with interest in installments; and

WHEREAS, the aggregate principal amount of the Agreement shall not exceed \$2,571,905 with annual payments with a term of ten (10) years at a rate of 0.00% per annum; and

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission (the

“Commission”) for approval of the proposed financing; and

WHEREAS, the Secretary of the Commission has determined that the unit has complied with Section 159-149 of the General Statutes of North Carolina; and

WHEREAS, the Commission, pursuant to Section 159-151 of the General Statutes of North Carolina, upon information and evidence received, finds and determines as follows:

- (i) that the Agreement is necessary and expedient for the City;
- (ii) that the Agreement, under the circumstances, is preferable to a bond issue for the same purpose;
- (iii) that the sums to fall due under the Agreement are adequate and not excessive for its proposed purpose;
- (iv) that the City’s debt management procedures and policies are good;
- (v) that the City is not in default in any of its debt service obligations;
- (vi) that the increase in taxes, if any, necessary to meet the sums to fall due under the Agreement will not be excessive.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Agreement and the financing contemplated thereby is hereby approved under the provisions of Section 160A-20 of the General Statutes of North Carolina and relevant resolutions of the Commission.

Ms. Marshall seconded the motion and the foregoing was adopted by an unanimous vote.

Mr. Munn made a motion to approve the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE CITY OF SALISBURY, NORTH CAROLINA COMBINED ENTERPRISE SYSTEM REVENUE BONDS, SERIES 2020

WHEREAS, the City of Salisbury, North Carolina (the “City”) has requested that the North Carolina Local Government Commission (the “Commission”) approve its selection of the following financing team members for the upcoming Combined Enterprise System Revenue Bonds, Series 2020 (the “Bonds”):

Underwriter:	J.P. Morgan Securities LLC
Bond Counsel:	Robinson, Bradshaw & Hinson, P.A.
Underwriter Counsel:	Parker, Poe, Adams & Bernstein LLP
Bond Registrar/Trustee:	U.S. Bank National Association
Financial Advisor:	Hilltop Securities
Feasibility Consultant:	Wildan Financial Services

WHEREAS, based upon the information and evidence received by the Commission, it is the opinion of the Commission that the request by the City should be approved.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the issuance of the Bonds.”

Mr. Penny seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Munn made a motion to approve the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE CITY OF SALISBURY, NORTH CAROLINA FOR THE ISSUANCE OF NOT TO EXCEED \$46,500,000 CITY OF SALISBURY, NORTH CAROLINA COMBINED ENTERPRISE SYSTEM REVENUE BONDS, SERIES 2020

WHEREAS, the City of Salisbury, North Carolina (the “City”) has applied to the North Carolina Local Government Commission (the “Commission”), pursuant to the State and Local Government Revenue Bond Act, as amended, for approval of the issuance of not to exceed \$46,500,000 Combined Enterprise System Revenue Bonds, Series 2020 of the City (the “Bonds”) for the purpose of providing funds, together with any other available funds, to pay (i) the costs of improvements to its water and wastewater utility systems, (ii) currently refunding in advance of their maturities all the outstanding principal amounts of the City’s Combined Enterprise System Revenue Bond, Series 2009 and the City’s Combined Enterprise System Revenue Bonds, Series 2010, and (iii) the costs and expenses incurred in connection with the issuance of the Bonds;

WHEREAS, the City has furnished to the Commission forms of the following documents:

(1) Eighth Supplemental Trust Agreement to be dated as of April 1, 2020 between the City and U.S. Bank National Association, as trustee (the “Trustee”), supplementing a Trust Agreement dated as of January 1, 1998 between the City and the predecessor to the Trustee;

(2) Amended and Restated Trust Agreement dated as of April 1, 2020 between the City and the Trustee;

(3) Bond Purchase Agreement to be dated as of the date of delivery thereof (the “Purchase Agreement”) among J.P. Morgan Securities LLC, the Commission and the City; and

(4) Preliminary Official Statement to be dated as of the date of delivery thereof (the “Preliminary Official Statement”) relating to the offering and sale of the Bonds;

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby determined and found by the Commission:

- (i) that the issuance of the proposed Bonds is necessary and expedient;
- (ii) that the proposed amount of such Bonds is adequate and not excessive, when added to other monies available to the City, for the proposed purposes thereof;
- (iii) the proposed financed projects and refinancings are feasible;
- (iv) that the City’s debt management procedures and policies are good; and
- (v) that the proposed Bonds can be marketed at a reasonable interest cost to the City.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application of the City for approval of the proposed Bonds in an amount not to

exceed \$46,500,000 for the purposes set forth is hereby approved pursuant to the State and Local Government Revenue Bond Act, as amended.”

Mr. Penny seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Munn made a motion to approve the following resolution:

“RESOLUTION CONCERNING THE PRIVATE SALE OF THE CITY OF SALISBURY, NORTH CAROLINA COMBINED ENTERPRISE SYSTEM REVENUE BONDS, SERIES 2020

WHEREAS, Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina authorizes the North Carolina Local Government Commission (the “Commission”) to sell revenue bonds at private sale without advertisement to any purchasers thereof at such prices as the Commission determines to be in the best interest of the issuing unit, subject to the approval of the governing board of the issuing unit or one or more persons designated by resolution of such governing board to approve such prices;

WHEREAS, the City of Salisbury, North Carolina (the “City”) has furnished to the Commission a form of Eighth Supplemental Trust Agreement to be dated as of April 1, 2020 between the City and U.S. Bank National Association, as trustee (the “Trustee”), supplementing a Trust Agreement dated as of January 1, 1998 between the City and the predecessor to the Trustee, an Amended and Restated Trust Agreement dated as of April 1, 2020 between the City and the Trustee;

WHEREAS, J.P. Morgan Securities LLC (the “Underwriter”), has offered to purchase the Bonds from the Commission upon the terms and conditions set forth below and in the form of a Bond Purchase Agreement relating thereto (the “Purchase Agreement”), a draft of which has been furnished to the Commission;

WHEREAS, the Commission has received a copy of a Preliminary Official Statement relating to the offering of the Bonds;

WHEREAS, the City has requested the Commission to sell the Bonds at private sale without advertisement in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina;

WHEREAS, the Commission desires to approve the request of the City that it sell the Bonds at private sale without advertisement; and

WHEREAS, the Commission desires to accept the offer of the Underwriter to purchase the Bonds substantially in the form of the Purchase Agreement and upon the terms and conditions set forth below.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

The sale of the Bonds to the Underwriter at private sale without advertisement pursuant to an executed Purchase Agreement substantially in the form furnished to the Commission is hereby approved, such sale being subject to the approval of the City and satisfaction of the conditions set forth below.

The aggregate principal amount of the Bonds shall not exceed \$46,500,000 and the purchase price for the Bonds shall be approved by the designated assistant of the Commission (the “Designated Assistant”) on the date of the sale of the Bonds and set forth in the Purchase Agreement.

The effective interest cost of the Bonds, as determined by the Commission, shall not exceed 3.71% per annum

No maturity of the Bonds shall extend beyond December 31, 2045.

The Commission hereby determines that the sale of the Bonds in the manner and for the price as provided in this resolution is in the best interest of the City, provided that such sale shall be approved by the City.

The Secretary or any Deputy Secretary of the Commission, is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Purchase Agreement, including details of the Bonds, as shall be satisfactory to him or her, to approve the forms of other documents relating to the Bonds, to execute and deliver the Purchase Agreement and such other documents on behalf of the Commission and to provide for the execution and delivery of the Bonds in accordance with the Trust Agreement, the Supplemental Agreement and the Purchase Agreement.

The Preliminary Official Statement relating to the Bonds, substantially in the form of the Preliminary Official Statement furnished to the Commission, with such insertions and changes therein as may be approved by the Designated Assistant, and the use thereof in connection with the public offering and sale of the Bonds are hereby approved and authorized. The Designated Assistant is hereby authorized and directed to execute and deliver on behalf of the Commission the final Official Statement in such form.

This Resolution shall be effective immediately upon its passage.”

Mr. Penny seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF BUNCOMBE FOR THE FINANCING AND REFINANCING OF CERTAIN GOVERNMENTAL FACILITIES THROUGH AN AMENDMENT TO AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. § 160A-20

WHEREAS, under Section 160A-20 of the General Statutes, the County of Buncombe, North Carolina (the “County”) has previously entered into an Installment Financing Contract dated as of December 1, 2010 (the “2010 Contract”), between the Buncombe Financing Corporation (the “Corporation”) and the County;

WHEREAS, the Corporation previously executed and delivered its (1) (a) Limited Obligation Bonds (County of Buncombe, North Carolina), Series 2010A, Evidencing Proportionate Undivided Interests in Rights to Receive Certain Revenues under the Contract in the aggregate principal amount of \$31,500,000 (the “2010A Bonds”), (b) Taxable Limited Obligation Bonds (County of Buncombe, North Carolina Build America Bonds), Series 2010B, Evidencing Proportionate Undivided Interests in Rights to Receive Certain Revenues under the Contract in the aggregate principal amount of \$20,420,000 (the “2010B Bonds”), and (c) Taxable Limited Obligation Bonds (County of Buncombe, North Carolina Qualified Zone Academy Bonds), Series 2010C, Evidencing Proportionate Undivided

Interests in Rights to Receive Certain Revenues under the Contract in the aggregate principal amount of \$3,800,000, all under an Indenture of Trust dated as of December 1, 2010 (the “2010 Indenture”) between the Corporation and U.S. Bank National Association, the successor to which is Regions Bank (the “Trustee”), as trustee; (2) Limited Obligation Bonds, Series 2012A, Evidencing Proportionate Undivided Interests in Rights to Receive Certain Revenues Pursuant To the Contract (as amended) in the aggregate principal amount of \$75,365,000 (the “2012A Bonds”), under Supplemental Indenture Number 1 dated as of July 1, 2012 (the “First Supplement”) to the 2010 Indenture; and (3) (a) Limited Obligation Bonds, Series 2014A, Evidencing Proportionate Undivided Interests in Rights to Receive Certain Revenues Pursuant To the Contract (as amended) in the aggregate principal amount of \$151,590,000 (the “2014A Bonds”) and (b) Taxable Limited Obligation Bonds, Series 2014B, Evidencing Proportionate Undivided Interests in Rights to Receive Certain Revenues Pursuant To the Contract (as amended) in the aggregate principal amount of \$28,725,000 (the “2014B Bonds”), both under Supplemental Indenture Number 1 dated as of February 15, 2014 (the “Second Supplement”) to the 2010 Indenture;

WHEREAS, the County has also previously executed and delivered (1) an Installment Financing Contract dated as of July 1, 2009 (the “2009A Contract”) between the County and the Corporation in order to finance and refinance the projects described therein and (2) an Installment Financing Contract dated as of April 1, 2015 (the “2015 Contract”) between the County and the Corporation has executed and delivered (1) \$12,065,000 Certificates of Participation, Series 2009A evidencing proportionate undivided interests in rights to receive certain Revenues pursuant to the 2009A Contract (the “2009A Bonds”) and (2) \$126,635,000 Limited Obligation Bonds, Series 2015 (the “2015 Bonds”), evidencing proportionate undivided interests in rights to receive certain Revenues (as defined below) under the 2015 Contract;

WHEREAS, the County has determined that it is in the County’s best interest to enter into (1) an amendment to the 2010 Contract (the “Third Amendment” and collectively with the 2010 Contract, as amended, the “Contract”) between the County and Corporation in order to (a) pay the capital costs of the acquisition, construction and equipping of improvements to public school facilities and courthouse, detention center, recreational, administrative and other County facilities (collectively, the “2020 Project”) and (b) refinance all or a portion of the 2009A Bonds, the 2010A Bonds, the 2010B Bonds, the 2012 Bonds, the 2014A Bonds, the 2014B Bonds and the 2015 Bonds and (c) pay certain costs related thereto; and

WHEREAS, the County intends to enter into the Third Amendment whereby the Corporation will advance moneys to the County for the purposes outlined herein, subject to its right of nonappropriation and will repay the advancement with interest in installments; and

WHEREAS, the Corporation will enter into an Supplemental Indenture, Number 3 dated as of April 1, 2020 (the “Third Supplement” and together with the 2010 Indenture, the “Indenture”) between the Corporation and the Trustee, pursuant to which the Corporation will execute and deliver its Limited Obligation Bonds, Series 2020A (the “2020A Bonds”) and its Taxable Limited Obligation Bonds, Series 2020B (the “2020B Bonds” and together with the 2020A Bonds, the “Bonds”); and

WHEREAS, the Bonds are to be underwritten by R.W. Baird & Co. Incorporated and Wells Fargo Bank, National Association (the “Underwriters”), and the proceeds from the sale of the Bonds will be remitted by the Underwriters to the County to fund the advances by the Corporation to the County under the Third Amendment; and

WHEREAS, the aggregate principal amount of Bonds shall not exceed \$212,000,000; and

WHEREAS, the maturity of the installment payments with respect to the 2020A Bonds shall not extend beyond 2040 and the maturity of the installment payments with respect to the 2020B Bonds shall not extend beyond 2037; and

WHEREAS, the effective interest rate of the 2020A Bonds shall not exceed 3.25% and the effective interest rate of the 2020B Bonds shall not exceed 3.50%; and

WHEREAS, pursuant to Article 8 of Chapter 159 of the General Statutes, the County and the Corporation have made proper application to the Local Government Commission (the "Commission") for approval of the proposed financing; and

WHEREAS, pursuant to Section 159-151 of the General Statutes and upon information and evidence received, the Commission finds and determines that:

- i) the Contract is necessary and expedient for the County;
- ii) the Contract, under the circumstances, is preferable to a bond issue by the County for the same purposes;
- iii) the sums to fall due under the Contract are adequate and not excessive for the Contract's proposed purposes;
- iv) the County's debt management procedures and policies are good;
- v) the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- vi) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Third Amendment, the Bonds and the planned financing are hereby approved under the provisions of Section 160A-20, Article 8 of Chapter 159 of the General Statutes and relevant resolutions of the Commission."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE FINANCING TEAM FOR LIMITED OBLIGATION BONDS, SERIES 2020A AND TAXABLE LIMITED OBLIGATION BONDS, SERIES 2020B

WHEREAS, the County of Buncombe, North Carolina (the "County") has requested that the North Carolina Local Government Commission approve its selection of the following financing team members for the referenced limited obligation bonds:

Bond Counsel: - Parker Poe Adams & Bernstein LLP
Underwriters: - R.W. Baird & Co. Incorporated and Wells Fargo Bank,
National Association
Underwriters' Counsel: - Pope Flynn LLP
Financial Advisor: - Davenport & Company LLC
Trustee/Escrow Agent: - Regions Bank
Verification Agent: - Bingham Arbitrage Rebate Services

WHEREAS, based on the information and evidence received by the Local Government Commission, the Local Government Commission is of the opinion that the request by the County and the Corporation should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for the referenced limited obligation bond financing.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF DAVIE, NORTH CAROLINA FOR THE FINANCING OF VARIOUS CAPITAL PROJECTS FOR SAID COUNTY THROUGH AN INSTALLMENT FINANCING AGREEMENT PURSUANT TO G.S. § 160A-20

WHEREAS, the County of Davie, North Carolina (the "County") has determined that it is necessary and expedient to pay the costs of (a) acquiring, constructing, renovating and equipping various improvements to the Davie County Community Park, the County Administration Building and the Brock Performing Arts and Recreation Center and (b) renovating and upfitting an existing building to be used as a new Sheriff and Health and Human Services Office Building (collectively, the "Project"); and

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, the County intends to finance the Project pursuant to an Installment Financing Agreement (the "Agreement") between the County and Truist Bank (the "Lender"), whereby the Lender shall advance moneys to the County, and the County, subject to its right of nonappropriation, shall repay the advancement with interest in installments; and

WHEREAS, the aggregate principal amount of the Agreement shall not exceed \$9,250,000 with annual principal payments and semi-annual interest payments with a term of approximately twenty (20) years (final maturity not to exceed February 1, 2040) at a rate of 2.79% per annum.

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission (the "Commission") for approval of the proposed financing; and

WHEREAS, the Secretary of the Commission has determined that the unit has complied with Section 159-149 of the General Statutes of North Carolina; and

WHEREAS, the Commission, pursuant to Section 159-151 of the General Statutes of North Carolina, upon information and evidence received, finds and determines as follows:

(i) that the Agreement is necessary and expedient for the County;

(ii) that the Agreement, under the circumstances, is preferable to a bond issue for the same purpose;

(iii) that the sums to fall due under the Agreement are adequate and not excessive for its proposed purpose;

(iv) that the County's debt management procedures and policies are good;

(v) that the County is not in default in any of its debt service obligations;

(vi) that the increase in taxes, if any, necessary to meet the sums to fall due under the Agreement will not be excessive.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Agreement and the financing contemplated thereby is hereby approved under the provisions of Section 160A-20 of the General Statutes of North Carolina and relevant resolutions of the Commission.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE CITY OF KANNAPOLIS, NORTH CAROLINA FOR THE REFINANCING OF CERTAIN CAPITAL IMPROVEMENTS THROUGH AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. §160A-20

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, as amended, the City of Kannapolis, North Carolina (the “City”) has previously issued Taxable Limited Obligation Bonds (Build America Bonds), Series 2010B (the “2010B Bonds”), the proceeds of which were used, together with other funds, to finance and refinance infrastructure projects to support the North Carolina Research Campus, to finance the construction and equipping of a public health facility operated by the Cabarrus Health Alliance and to pay certain other costs related to the 2010B Bonds (the projects financed and refinanced with the proceeds of the 2010B Bonds are herein referred to as the “Projects”);

WHEREAS, the City has determined it is in the best interest of the City to refund the 2010B Bonds in order to achieve debt service savings pursuant to an Installment Financing Contract (the “Contract”) between the City and Bank of America, N.A. (the “Lender”), whereby the Lender will advance money to the City for the purpose of refinancing the Projects, and the City, subject to its right of nonappropriation, will repay the advancement with interest in installments;

WHEREAS, the principal amount to be advanced by the Lender to the City under the Contract will not exceed \$18,250,000;

WHEREAS, the City will repay the tax-exempt portion of the advance at an interest rate of 1.84% per annum and will repay the taxable portion of the advance at an interest rate of 1.93% per annum;

WHEREAS, the final maturity date of the Contract may not extend beyond 2027;

WHEREAS, the Secretary of the Local Government Commission of North Carolina (the "Commission") has determined that the unit has complied with Section 159-149 of the General Statutes of North Carolina, as amended; and

WHEREAS, the Commission, pursuant to Section 159-151 of the General Statutes of North Carolina, as amended, upon information and evidence received, finds and determines as follows:

- (1) the Contract is necessary and expedient;
- (2) the Contract, under the circumstances, is preferable to a bond issue for the same purposes;
- (3) the sums to fall due under the Contract are adequate and not excessive for its proposed purpose;
- (4) the City's debt management procedures and policies are good;
- (5) the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- (6) the City is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application for approval of the Contract and planned refinancing are hereby approved under the provisions of Section 160A-20 of the General Statutes, as amended, Article 8 of Chapter 159 of the General Statutes, as amended, and relevant resolutions of the Commission."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE FINANCING TEAM FOR THE CITY OF KANNAPOLIS, NORTH CAROLINA INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. §160A-20

WHEREAS, the City of Kannapolis, North Carolina has requested that the Local Government Commission of North Carolina (the "Commission") approve its selection of the following financing team members for the above-referenced installment financing contract:

Special Counsel:	Parker Poe Adams & Bernstein LLP
Lender:	Bank of America, N.A.
Lender Counsel:	McGuireWoods LLP
Financial Advisor:	Davenport & Company LLC
FDA Termination Advisor:	Kensington Capital Advisors

WHEREAS, based on the information and evidence received by the Commission, the Commission is of the opinion that the City's request should be approved.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above-referenced financing team is hereby approved for the above-referenced installment financing contract."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE SWAIN COUNTY BOARD OF EDUCATION FOR THE FINANCING OF CERTAIN ENERGY SAVINGS CAPITAL IMPROVEMENTS THROUGH AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. §160A-20

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, as amended, The Swain County Board of Education (the “School Board”) intends to finance the acquisition and installation of energy conservation measures (ECMs) at school system facilities. ECMs are primarily lighting upgrades, HVAC controls and improvements, water conservation measures and plug load control;

WHEREAS, the School Board has determined that it is necessary and expedient to improve quality of facilities and reduce operating costs; and

WHEREAS, the principal amount to be advanced by Bank of America, National Association (the “Lender”) to the School Board under the Contract will not exceed \$2,348,196; (\$2,406,193 with capitalized interest accrued during construction); and

WHEREAS, the School Board will repay the advance in nineteen (19) years; monthly payments sized to accommodate the savings realization pattern at a rate of 2.439%. The term of the Guaranteed Energy Savings Contract (GES) is eighteen (18) years; and

WHEREAS, the Secretary of the Local Government Commission of North Carolina (the “Commission”) has determined that the unit has complied with Section 159-149 of the General Statutes of North Carolina, as amended; and

WHEREAS, the Commission, pursuant to Section 159-151 of the General Statutes of North Carolina, as amended, upon information and evidence received, finds and determines as follows:

- (1) the Contract is necessary and expedient;
- (2) the Contract, under the circumstances, is preferable to a bond issue for the same purposes;
- (3) the sums to fall due under the Contract are adequate and not excessive for its proposed purpose;
- (4) the School Board’s debt management procedures and policies are good;
- (5) the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- (6) the School Board is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application for approval of the Contract and planned financing are hereby approved under the provisions of Section 160A-20 of the General Statutes, as amended, Article 8 of Chapter 159 of the General Statutes, as amended, and relevant resolutions of the Commission.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE CITY OF HIGH POINT, NORTH CAROLINA GENERAL OBLIGATION REFUNDING BOND, SERIES 2020

WHEREAS, the City of High Point, North Carolina (the “City”) has requested that the North Carolina Local Government Commission (the “Commission”) approve their selection of the following financing team members for the upcoming issuance of its General Obligation Refunding Bond, Series 2020 (the “Bond”):

Bond Counsel:	Parker Poe Adams & Bernstein LLP
Purchaser:	Pinnacle Bank
Purchaser’s Counsel:	McGuireWoods LLP
Escrow Agent:	U.S. Bank National Association
Financial Advisor:	Davenport & Company LLC

WHEREAS, based upon the information and evidence received by the Commission, the Commission is of the opinion that the City’s request should be approved;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for the issuance of the Bond.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following:

“RESOLUTION APPROVING THE APPLICATION OF THE CITY OF HIGH POINT, NORTH CAROLINA FOR THE ISSUANCE OF ITS GENERAL OBLIGATION REFUNDING BOND, SERIES 2020

WHEREAS, the City of High Point, North Carolina (the “City”) has applied to the North Carolina Local Government Commission (the “Commission”), pursuant to the Local Government Bond Act, as amended, for approval of the issuance by the City of its General Obligation Refunding Bond, Series 2020 (the “Bond”) in a principal amount not to exceed \$14,100,000, for the purpose of refunding the City of High Point, North Carolina General Obligation Public Improvement Bonds, Series 2010B (Taxable) maturing on and after June 1, 2021; and

WHEREAS, the City has furnished to the Commission the form of a Bond Resolution adopted by the City Council of the City, authorizing the City to issue the Bond;

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby determined and found by the Commission:

- (a) that such proposed Bond is necessary and expedient;
- (b) that the proposed amount of such proposed Bond is adequate and not excessive for the proposed purposes thereof;
- (c) that the proposed refinancing is feasible;
- (d) that the City’s debt management procedures and policies are good;

(e) that the increase in taxes, if any, necessary to service the proposed Bond will not be excessive; and

(f) that the proposed Bond can be marketed at a reasonable interest cost to the City.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application of the City for approval of the proposed Bond in a principal amount not to exceed \$14,100,000 for the purposes set forth are hereby approved pursuant to the Local Government Bond Act, as amended.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following:

“RESOLUTION CONCERNING THE PRIVATE SALE OF THE CITY OF HIGH POINT, NORTH CAROLINA OF A NOT TO EXCEED \$14,100,000 GENERAL OBLIGATION REFUNDING BOND, SERIES 2020

WHEREAS, Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina authorizes the North Carolina Local Government Commission (the “Commission”) to sell general obligation bonds at private sale without advertisement to any purchasers thereof at such prices as the Commission determines to be in the best interest of the issuing unit, subject to the approval of the governing board of the issuing unit or one or more persons designated by resolution of such governing board to approve such prices; and

WHEREAS, Pinnacle Bank (the “Purchaser”) has offered to purchase from the City of High Point, North Carolina (the “City”) its General Obligation Refunding Bond, Series 2020 (the “Bond”) from the Commission upon the terms and conditions set forth below; and

WHEREAS, the City has requested the Commission to sell the Bond at private sale without advertisement in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina; and

WHEREAS, the Commission desires to approve the request of the City that it sell the Bond at private sale without advertisement; and

WHEREAS, the Commission desires to accept the offer of the Purchaser to purchase the Bond upon the terms and conditions set forth below.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The sale of the Bond to the Purchaser at private sale without advertisement, such sale being subject to the approval of the City and satisfaction of the conditions set forth below.

Section 2. The principal amount of the Bond shall not exceed \$14,100,000.

Section 3. The Bond shall bear interest at a rate of 1.70% per annum and have a final maturity of June 1, 2030.

Section 4. The Commission hereby determines that the sale of the Bond in the manner and for the price as provided in this resolution is in the best interest of the City, provided that such

sale shall be approved by the City including one or more persons designated by resolution of the City Council of the City for such purpose.

Section 5. The Secretary of the Commission, or any Deputy Secretary, is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve the forms of documents relating to the Bond, to execute and deliver documents on behalf of the Commission and to provide for the execution and delivery of the Bond in accordance with the resolution adopted by the City Council of the City.

Section 6. This resolution shall be effective immediately upon its passage.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution.

“RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF WAKE, NORTH CAROLINA TO ISSUE GENERAL OBLIGATION REFUNDING BONDS

WHEREAS, the County of Wake, North Carolina (the “County”), has applied to the North Carolina Local Government Commission (the “Commission”) to issue general obligation refunding bonds in an aggregate principal amount not to exceed \$77,000,000; and

WHEREAS, the County has requested that the Commission approve its selection of Womble Bond Dickinson (US) LLP as bond counsel and Waters and Company, LLC as financial advisor for the proposed bond issue.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the issuance of the refunding bonds for the County is hereby approved under the provisions of the Local Government Bond Act and Womble Bond Dickinson (US) LLP as bond counsel and Waters and Company, LLC as financial advisor for the proposed bond issue.”

Mr. Munn seconded the motion and the foregoing was adopted by unanimous vote.

Mr. Bass made a motion to approve the following:

“RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF WATER SYSTEM REVENUE BONDS OF THE HERTFORD NORTHERN RURAL WATER DISTRICT IN THE AGGREGATE PRINCIPAL AMOUNT OF \$936,000”

WHEREAS, the Hertford Northern Rural Water District (the “District”) acting by and through its District Council (the “District Council”), is authorized by Article 16 of Chapter 160A and Article 5 of Chapter 159 of the North Carolina General Statutes (collectively, the “Act”) to issue revenue bonds and bond anticipation notes to finance capital improvements to a public enterprise, including its Water System; and

WHEREAS, the District Council shall adopt a Bond Order on March 3, 2020 entitled **“BOND ORDER OF HERTFORD NORTHERN RURAL WATER DISTRICT AUTHORIZING THE ISSUANCE OF WATER SYSTEM REVENUE BONDS TO PROVIDE FUNDS TO CONSTRUCT IMPROVEMENTS TO ITS WATER SYSTEM; PROVIDING FOR THE ISSUANCE OF ADDITIONAL REVENUE BONDS FOR VARIOUS PURPOSES; PROVIDING FOR THE ISSUANCE OF REVENUE BOND ANTICIPATION NOTES IN ANTICIPATION OF THE**

ISSUANCE OF REVENUE BONDS; PROVIDING FOR THE CREATION OF CERTAIN SPECIAL FUNDS; PLEDGING TO THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON THE REVENUE BONDS AND NOTES CERTAIN REVENUES OF THE WATER SYSTEM; SETTING FORTH THE RIGHTS AND REMEDIES OF HOLDERS; AND SETTING FORTH THE DETAILS OF CERTAIN RELATED MATTERS”; and

WHEREAS, pursuant to the Act and the Bond Order, the District Council desires to provide for the issuance of Water System Revenue Bonds (the “Bonds”) in an aggregate principal amount not to exceed \$936,000 to provide funds to reimburse the District for capital improvements to the to the water system located in the District (the “Project”);

WHEREAS, the United States of America, acting by and through the United States Department of Agriculture, has agreed to purchase the District’s (a) Water System Revenue Bond, Series 2020 in an aggregate principal amount of \$811,000, and (b) Water System Revenue Bond, Series 2020 in an aggregate principal amount of \$125,000 (collectively, the “Bonds”) to reimburse the District for funds expended by the District to pay costs of the Project;

WHEREAS, the District has furnished to the Commission forms of the following documents:

- (a) Bond Order, to be adopted March 9, 2020, authorizing the issuance of Water System Revenue Bonds of the District, including the Initial Bonds, by the District, subject to the terms thereof; and
- (b) Series Resolution of the District, to be adopted March 3, 2020, authorizing the issuance of the Bonds by the District, subject to the terms thereof (the “Series Resolution”).

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby determined and found by the Commission:

- (i) that the proposed issuance of the Initial Bonds is necessary and expedient;
- (ii) that the proposed amount of the Initial Bonds is adequate, when added to other monies available to the District, and not excessive for the proposed purposes thereof;
- (iii) that the Project is feasible;
- (iv) that the District’s debt management procedures and policies are good; and
- (v) that the Initial Bonds can be marketed at a reasonable interest cost to the District.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application of the Hertford Northern Rural Water District for approval of the proposed Initial Bonds in an amount not to exceed \$936,000 for the purposes set forth herein is hereby approved pursuant to The State and Local Government Revenue Bond Act, as amended.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following:

“RESOLUTION CONCERNING THE PRIVATE SALE OF THE HERTFORD NORTHERN RURAL WATER DISTRICT WATER SYSTEM REVENUE BONDS TO USDA”

WHEREAS, the Hertford Northern Rural Water District (the “District”) has requested the Commission to sell its Water System Revenue Bonds in the aggregate amount not to exceed \$936,000 approved concurrently herewith (the “Initial Bonds”) to the United States Department of Agriculture (“USDA”) upon the substantial completion of construction of the project to be permanently financed thereby pursuant to commitments previously issued by USDA, all in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina; and

WHEREAS, the Commission desires to approve the request of the District that it sell the Initial Bonds to USDA at private sale without advertisement;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The sale of the Initial Bonds to USDA at private sale without advertisement in accordance with commitments previously made by USDA is hereby approved, such sale being subject to the approval of the District and satisfaction of the conditions set forth below.

Section 2. The aggregate purchase price for the Initial Bonds shall not exceed \$936,000 and the Initial Bonds may be issued in one or more series.

Section 3. No maturity of the Initial Bonds shall be later than forty (40) years after the date of issuance of the Initial Bonds.

Section 4. The Commission hereby determines that the sale of the Initial Bonds in the manner and for the price as provided in this resolution is in the best interest of the District, provided that such sale shall be approved by the District.

Section 5. This resolution shall be effective immediately upon its passage.

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR TOWN OF WEAVERVILLE WATER REVENUE BONDS AND NOTES”

WHEREAS, The Town of Weaverville (the “Town”) has requested that the North Carolina Local Government Commission (the “Commission”) approve its selection of the following financing team members for its upcoming issue of a water revenue bond anticipation note and subsequent issue of water revenue bonds:

Bond Counsel:	Sanford Holshouser LLP
Purchaser of Bonds:	USDA/Rural Development
Purchaser of Note:	First-Citizens Bank & Trust Company
Registrar:	Finance Officer

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion that the Town’s request should be approved;

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is approved for the Town’s proposed issue of water and sewer revenue bonds and notes.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Then, Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE TOWN OF WEAVERVILLE FOR THE ISSUANCE OF NOT TO EXCEED \$2,500,000 WATER REVENUE BONDS AND A LIKE AMOUNT OF WATER REVENUE BOND ANTICIPATION NOTES”

WHEREAS, The Town of Weaverville (the “Town”) has applied to the North Carolina Local Government Commission (the “Commission”), pursuant to The State and Local Government Bond Act, as amended, and Article 9 of Chapter 159 of the General Statutes of North Carolina, for approval of (a) the issuance of not to exceed \$2,500,000 Water Revenue Bonds (the “Bonds”) to provide funds, together with any other available funds, to finance water system improvements, especially water line extensions (the “Project”), and to pay the expenses of issuing the Bonds, and (b) the issuance of a like amount of Water Revenue Bond Anticipation Notes (the “Notes”) to provide interim financing for the Project; and

WHEREAS, the Town has furnished to the Commission a draft of a Bond Order proposed to be adopted by the Town’s Board of Commissioners on or about February 24, 2020 (the “Bond Order”), authorizing and securing the Bonds, along with other documents and information related to the financing and the security for the Bonds and Notes; and

WHEREAS, based upon the information and evidence received in connection with the application, the Commission finds and determines:

- (i) that the proposed revenue bond issue is necessary and expedient;
- (ii) that the proposed amount of such revenue bond issue is adequate and not excessive, when added to other monies available to the Town, for the proposed purposes thereof;
- (iii) that the proposed Project is feasible;
- (iv) that the Town’s debt management procedures and policies are good;
- (v) that the proposed revenue bond issue and the Notes can be marketed at a reasonable interest cost to the Town.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the Town’s application for approval of the proposed Bonds in an amount not to exceed \$2,500,000 and the issuance of the Notes in a like amount for the purposes set forth above is hereby approved pursuant to The State and Local Government Bond Act, as amended, and Article 9 of Chapter 159 of the General Statutes of North Carolina.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

“RESOLUTION APPROVING THE PRIVATE SALE OF TOWN OF WEAVERVILLE WATER BOND ANTICIPATION NOTES IN THE MAXIMUM AMOUNT OF \$2,500,000

WHEREAS, Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina authorizes the North Carolina Local Government Commission (the “Commission”) to sell revenue bond anticipation notes at private sale without advertisement to any purchasers thereof at such prices as the Commission determines to be in the best interest of the issuing unit, subject to the

approval of the governing board of the issuing unit or one or more persons designated by resolution of such governing board to approve such prices; and

WHEREAS, First-Citizens Bank & Trust Company (the “Purchaser”) has offered to purchase from the Commission the \$2,500,000 Water Revenue Bond Anticipation Note, Series 2020 (the “Bond”), to be issued by the Town of Weaverville, North Carolina (the “Town”), upon the terms and conditions set forth below and in a proposal from the Purchaser dated February 11, 2020, relating thereto (the “Proposal”); and

WHEREAS, the Commission has received a copy of the Proposal;

WHEREAS, the Town has requested the Commission to sell the Bond at private sale without advertisement in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina, and the Commission desires to approve the Town’s request; and

WHEREAS, the Commission desires to accept the Purchaser’s offer to purchase the Note pursuant to the Proposal and upon the terms and conditions set forth below.

NOW, THEREFORE, BE IT RESOLVED by the Commission, as follows:

Section 1. The Commission approves the sale of the Note to the Purchaser at private sale without advertisement pursuant to the Proposal, with the sale being subject to the Town’s approval and satisfaction of the conditions set forth below.

Section 2. The aggregate principal amount of the Note shall not exceed \$2,500,000, and the purchase price for the Note shall be equal to the par amount of the Note as set forth in the Proposal.

Section 3. The Note shall bear interest at an annual interest rate not to exceed 1.89%, subject to adjustment upon a default or change in tax status.

Section 4. The final maturity of the original Note shall not extend beyond June 16, 2021, but that maturity may be extended without further action by the Commission to a term not to extend more than three years from the original issuance date of the Note.

Section 5. The Commission hereby determines that the sale of the Note in the manner and for the price as provided in this resolution is in the Town’s best interest, provided that the sale is approved by the Town (which may include approval by one or more persons designated by resolution of the Town Council for such purpose).

Section 6. The Secretary of the Commission or any Deputy Secretary is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve the form of the Note and the forms of other documents relating to the Note, to execute and deliver any appropriate documents on behalf of the Commission (including any documents providing for an extension of the maturity of the Note pursuant to Section 4 above) and to provide for the execution and delivery of the Note in accordance with the resolution adopted by the Town Council and the Proposal.

Section 7. This resolution takes effect immediately.”

Mr. Munn seconded the motion and the foregoing resolution was passed by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE CITY OF WINSTON-SALEM, NORTH CAROLINA WATER AND SEWER SYSTEM REVENUE REFUNDING BONDS, SERIES 2020A AND TAXABLE WATER AND SEWER SYSTEM REVENUE AND REVENUE REFUNDING BONDS, SERIES 2020B

WHEREAS, the City of Winston-Salem, North Carolina (the “City”) has requested that the Local Government Commission of North Carolina (the “Commission”) approve their selection of the following financing team members for the issuance of the City’s Water and Sewer System Revenue Refunding Bonds, Series 2020A of not to exceed \$191,000,000 and Taxable Water and Sewer System Revenue and Revenue Refunding Bonds, Series 2020B of not to exceed \$40,000,000 (collectively, the “Bonds”):

Underwriters:	Robert W. Baird & Co. Incorporated Wells Fargo Bank, National Association Rice Financial Products Company
Bond Counsel:	Parker Poe Adams & Bernstein LLP
Underwriters’ Counsel:	Moore & Van Allen PLLC
Trustee/Paying Agent/Bond Registrar:	The Bank of New York Mellon Trust Company, N.A. (DTC)
Financial Advisor:	Wye River Group, Inc.
Verification Agent:	Bingham Arbitrage Rebate Services, Inc.

WHEREAS, based upon the information and evidence received by the Commission, it is the opinion of the Commission that the request by the City should be approved.

NOW, THEREFORE, BE IT RESOLVED by the Local Government Commission of North Carolina the above financing team is hereby approved for City’s upcoming issuance of the Bonds.

Mr. Munn seconded the motion and the resolution was adopted by a vote of 8 to 0. (Chair Folwell abstained).

Mr. Bass made a motion to approve the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA FOR THE ISSUANCE OF WATER AND SEWER SYSTEM REVENUE REFUNDING BONDS, SERIES 2020A AND TAXABLE WATER AND SEWER SYSTEM REVENUE AND REVENUE REFUNDING BONDS, SERIES 2020B

WHEREAS, the City of Winston-Salem, North Carolina (the “City”) has applied to the Local Government Commission of North Carolina (the “Commission”), pursuant to the State and Local Government Revenue Bond Act, as amended, for approval of the issuance of (A) Water and Sewer System Revenue Refunding Bonds, Series 2020A (the “2020A Bonds”), in the aggregate principal amount of not to exceed \$191,000,000 to (1) redeem certain maturities of the City’s (a) \$42,895,000 Taxable Water and Sewer System Revenue Bonds, Series 2010B, (b) \$37,000,000 Taxable Water and Sewer System Revenue Bonds, Series 2010C, (c) \$24,040,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015A (the “Refunded 2015A Bonds”), (d) \$39,685,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015B (the “Refunded 2015B Bonds”), and (d) 62,125,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015C (the “Refunded 2015C Bonds” and together with the Refunded 2015A Bonds and Refunded 2015B Bonds, the “Refunded 2015 Bonds”) and (2) pay the costs of issuing the 2020A Bonds, and (B) Water and Sewer System Revenue and Revenue Refunding Bonds, Series 2020B (the “2020B Bonds” and together

with the 2020A Bonds, the “Bonds”), in the aggregate principal amount of not to exceed \$40,000,000 to (1) redeem a portion of the City’s \$33,085,000 Water and Sewer System Revenue Refunding Bonds, Series 2014A, (2) finance the penalty payment to terminate interest rate swaps on the Refunded 2015 Bonds, and (3) pay the costs of issuing the 2020B Bonds. Undefined capitalized terms used herein have the meaning given them in the Series Indenture (as defined herein);

WHEREAS, the City has furnished to the Commission the forms of the following:

- (a) Bond Order adopted by the City Council of the City (the “City Council”) on February 17, 2020 authorizing the issuance of the Bonds and the form and the terms of each of the documents set forth below;
- (b) Amended and Restated General Trust Indenture dated as of March 1, 2020 between the City and the Trustee;
- (c) Series Indenture, Number 18 dated as of March 1, 2020 between the City and the Trustee;
- (d) Escrow Agreement dated as of March 1, 2020 between the City and the Escrow Agent;
- (e) Preliminary Official Statement dated on or about February 26, 2020;
- (f) Purchase Contract dated the date of delivery thereof among the Commission, the City, Robert W. Baird & Co., on its own behalf and on behalf of Wells Fargo Bank, National Association and Rice Financial Products Company; and

WHEREAS, based upon the information and evidence received in connection with such application, the Commission hereby determines and finds:

- (i) that such proposed revenue bond issue is necessary and expedient;
- (ii) that the proposed amount of such revenue bond issue is adequate and not excessive, when added to other money available to the City, for the proposed purpose thereof;
- (iii) that the proposed financing and refinancing is feasible;
- (iv) that the City’s debt management procedures and policies are good; and
- (v) that the proposed revenue bonds can be marketed at a reasonable interest cost to the City.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application of the City for approval of the proposed 2020A Bonds in an aggregate principal amount not to exceed \$191,000,000 and 2020B Bonds in an aggregate principal amount not to exceed \$40,000,000 is hereby approved pursuant to the State and Local Government Revenue Bond Act, as amended.”

Mr. Munn seconded the motion and the resolution was adopted by a vote of 8 to 0. (Chair Folwell abstained).

Mr. Bass made a motion to approve the following resolution:

“RESOLUTION CONCERNING THE PRIVATE SALE OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA WATER AND SEWER SYSTEM

REVENUE REFUNDING BONDS, SERIES 2020A AND TAXABLE WATER AND SEWER SYSTEM REVENUE AND REVENUE REFUNDING BONDS, SERIES 2020B

WHEREAS, Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina authorizes the Local Government Commission of North Carolina (the "Commission") to sell revenue bonds at private sale without advertisement to any purchasers thereof at such prices as the Commission determines to be in the best interest of the issuing unit, subject to the approval of the governing board of the issuing unit; and

WHEREAS, the City of Winston-Salem, North Carolina (the "City") has applied to the Local Government Commission of North Carolina (the "Commission"), pursuant to the State and Local Government Revenue Bond Act, as amended, for approval of the issuance of (A) Water and Sewer System Revenue Refunding Bonds, Series 2020A (the "2020A Bonds"), in the aggregate principal amount of not to exceed \$191,000,000 to (1) redeem certain maturities of the City's (a) \$42,895,000 Taxable Water and Sewer System Revenue Bonds, Series 2010B, (b) \$37,000,000 Taxable Water and Sewer System Revenue Bonds, Series 2010C, (c) \$24,040,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015A (the "Refunded 2015A Bonds"), (d) \$39,685,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015B (the "Refunded 2015B Bonds"), and (d) 62,125,000 Variable Rate Water and Sewer System Revenue Refunding Bonds, Series 2015C (the "Refunded 2015C Bonds" and together with the Refunded 2015A Bonds and Refunded 2015B Bonds, the "Refunded 2015 Bonds") and (2) pay the costs of issuing the 2020A Bonds, and (B) Water and Sewer System Revenue and Revenue Refunding Bonds, Series 2020B (the "2020B Bonds" and together with the 2020A Bonds, the "Bonds"), in the aggregate principal amount of not to exceed \$40,000,000 to (1) redeem a portion of the City's \$33,085,000 Water and Sewer System Revenue Refunding Bonds, Series 2014A, (2) finance the penalty payment to terminate interest rate swaps on the Refunded 2015 Bonds, and (3) pay the costs of issuing the 2020B Bonds. Undefined capitalized terms used herein have the meaning given them in the Series Indenture (as defined herein);

WHEREAS, Robert W. Baird & Co., Wells Fargo Bank, National Association and Rice Financial Products Company (collectively, the "Underwriters") have offered to purchase the Bonds from the Commission upon the terms and conditions set forth below and in the form of the Purchase Contract dated the date of delivery thereof (the "Purchase Contract") among the Commission, the City, and the Underwriters; and

WHEREAS, the Commission has received a copy of a Preliminary Official Statement to be dated on or about February 26, 2020 (the "Official Statement");

WHEREAS, the City has requested the Commission to sell the Bonds at private sale without advertisement in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina; and

WHEREAS, the Commission desires to approve the request of the City that it sell the Bonds at private sale without advertisement; and

WHEREAS, the Commission desires to accept the offer of the Underwriters to purchase the Bonds substantially in the form of the Purchase Contract and upon the terms and conditions set forth below; and

NOW, THEREFORE, BE IT RESOLVED by the Commission:

Section 1. The sale of the Bonds to the Underwriters at private sale without advertisement pursuant to the executed Purchase Contract and Series Indenture, Number 18 dated as of March 1,

2020 (the "Series Indenture") between the City and The Bank of New York Mellon Trust Company, N.A., as trustee, substantially in the form furnished to the Commission is hereby approved, such sale being subject to the approval of the Secretary of the Commission or a designated assistant of the Commission (the "Designated Assistant") and satisfaction of the conditions set forth below.

Section 2. The aggregate principal amount of the 2020A Bonds shall not exceed an aggregate principal amount of \$191,000,000. The aggregate principal amount of the 2020B Bonds shall not exceed an aggregate principal amount of \$40,000,000. The purchase price for the Bonds shall be approved by the Designated Assistant on the date of the sale of the Bonds and set forth in the Purchase Contract.

Section 3. The 2020A Bonds shall bear interest at an effective interest cost not to exceed 2.36% and the 2020B Bonds shall bear interest at an effective interest cost not to exceed 2.73%, all measures being defined as determined by the Commission.

Section 4. No maturity of the 2020A Bonds shall exceed December 31, 2040. No maturity of the 2020B Bonds shall exceed December 31, 2033.

Section 5. The Commission hereby determines that the sale of the Bonds in the manner and for the price as provided in this resolution is in the best interest of the City, provided that such sale shall be approved by the City.

Section 6. The Secretary of the Commission, or any Deputy Secretary is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Purchase Contract, including details of the Bonds, as shall be satisfactory to him or her, to approve the forms of other documents relating to the Bonds, to execute and deliver the Purchase Contract and such other documents on behalf of the Commission and to provide for the execution and delivery of the Bonds in accordance with the Bond Order, the Series Indenture and the Purchase Contract and such other documents to be delivered in connection therewith.

Section 7. The Official Statement, substantially in the form furnished to the Commission, with such insertions and changes therein as may be approved by the Designated Assistant, and the use thereof in connection with the public offering and sale of the Bonds is hereby approved and authorized.

Section 8. This Resolution shall be effective immediately upon its passage.

Mr. Munn seconded the motion and the resolution was adopted by a vote of 8 to 0. (Chair Folwell abstained).

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE FINANCING TEAM FOR THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES FIRST MORTGAGE REVENUE BONDS (LUTHERAN SERVICES FOR THE AGING), SERIES 2020A

WHEREAS, the North Carolina Medical Care Commission (the "Medical Care Commission") has requested that the North Carolina Local Government Commission (the "Commission") approve its selection of the following financing team members for the Medical Care Commission's upcoming Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020A:

Bond Counsel:

McGuireWoods LLP

Senior Managing Underwriter:	BB&T Capital Markets, a division of BB&T Securities, LLC
Co-Managing Underwriter:	Janney Montgomery Scott, LLC
Underwriters' Counsel:	Robinson, Bradshaw & Hinson P.A.
Borrowers' Counsel:	Young, Morphis, Bach & Taylor, LLP
Master Trustee/ Bond Trustee/Registrar:	The Bank of New York Mellon Trust Company, N.A. (DTC)
Auditor:	Dixon Hughes Goodman LLP
Feasibility Consultant:	CliftonLarsonAllen, LLP

WHEREAS, based upon the information and evidence received by the Commission, it is the opinion of the Commission that the request by the Medical Care Commission should be approved;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for the Medical Care Commission's upcoming Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020A."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE ISSUANCE OF AND AWARDING TO THE UNDERWRITERS OF THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES FIRST MORTGAGE REVENUE BONDS (LUTHERAN SERVICES FOR THE AGING), SERIES 2020A IN AN AGGREGATE PRINCIPAL AMOUNT, TOGETHER WITH THE SERIES 2020B BONDS, NOT TO EXCEED \$165,000,000

WHEREAS, the North Carolina Medical Care Commission (the "Medical Care Commission"), pursuant to the provisions of the Health Care Facilities Finance Act, the same being Chapter 131A of the General Statutes of North Carolina, as amended, proposes to authorize the issuance of its Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020A (the "Bonds"), to be issued pursuant to a Trust Agreement, to be dated as of April 1, 2020 (the "Trust Agreement"), by and between the Medical Care Commission and The Bank of New York Mellon Trust Company, N.A., as bond trustee (the "Bond Trustee"), in an aggregate principal amount, together with the other Series 2020 Bonds (as hereinafter defined), not to exceed \$165,000,000, for the purpose of providing funds, together with other available funds, to: (i) refund the Series 2017 Bonds (as defined in the Trust Agreement), (ii) refinance the Bank Loan (as defined in the Trust Agreement), (iii) finance the cost of the Trinity Place Project and the Trinity Oaks Project and a portion of the cost of the Trinity Landing Project (as such projects are further described in the Loan Agreement (defined below)), (iv) fund a portion of the interest accruing on a portion of the Bonds, (v) fund the Debt Service Reserve Fund (as defined in the Trust Agreement) in an amount equal to the Debt Service Reserve Fund Requirement (as defined in the Trust Agreement) and (vi) pay certain expenses incurred in connection with the issuance of the Bonds; and

WHEREAS, the Bonds will be issued as part of a plan of financing that will include a total of two series of the Commission's Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), to be designated Series 2020A and Series 2020B (collectively, the "Series 2020 Bonds"); and

WHEREAS, there has been submitted at this meeting a proposed draft of a Contract of Purchase, to be dated the date of the sale of the Bonds (the "Purchase Agreement"), whereby BB&T

Capital Markets, a division of BB&T Securities, LLC, and Janney Montgomery Scott, LLC (collectively, the "Underwriters") will offer to purchase the Bonds on the terms and conditions set forth therein and in the Trust Agreement, and the Local Government Commission of North Carolina (the "Commission") desires to approve the issuance of the Bonds and then accept such offer when made and approve the Purchase Agreement; and

WHEREAS, there have been furnished to the Commission drafts of the following documents:

- (a) the Trust Agreement;
- (b) the Purchase Agreement;
- (c) the Loan Agreement, to be dated as of April 1, 2020 (the "Loan Agreement"), by and between the Medical Care Commission and Lutheran Services for the Aging, Inc. (the "Parent Corporation"), Lutheran Home Wilmington Property, Inc., Lutheran Home – Wilmington, Inc., LSA Elms Property, Inc., LSA Elms at Tanglewood, Inc., Lutheran Home Winston-Salem Property, Inc., Lutheran Home Forsyth County Property, Inc., Lutheran Home – Forsyth County, Inc., Lutheran Home Hickory West Property, Inc., Lutheran Home – Hickory West, Inc., LSA Management, Inc., LSA Pharmacy, Inc., Lutheran Home – Albemarle, Inc., Lutheran Home – Hickory, Inc., Lutheran Home at Trinity Oaks, Inc., Lutheran Home – Winston-Salem, Inc., Lutheran Home Albemarle Property, Inc., Lutheran Home Hickory Property, Inc., Lutheran Home at Trinity Oaks Property, Inc., Lutheran Services Property, Inc., Lutheran Retirement Center – Salisbury, Inc., Lutheran Retirement Center – Wilmington, Inc., Lutheran Retirement Center at Lutheridge, Inc., Lutheran Retirement Center – Clemmons, Inc., The Foundation For Abundant Living (formerly known as Lutheran Services for the Aging Foundation, Inc.) and Abundant Living Adult Day Services, Inc. (collectively, the "Members of the Obligated Group"), relating to the Bonds;
- (d) Supplemental Indenture for Obligation No. 10, to be dated as of April 1, 2020 ("Supplemental Indenture No. 10"), by and between the Members of the Obligated Group and The Bank of New York Mellon Trust Company, N.A., as master trustee (the "Master Trustee"), supplementing the Master Trust Indenture, dated as of December 1, 2012 (as supplemented and amended, the "Master Indenture"), by and between the Members of the Obligated Group and the Master Trustee;
- (e) Obligation No. 10, to be dated the date of its delivery, to be issued by the Members of the Obligated Group to the Medical Care Commission pursuant to the provisions of the Master Indenture and Supplemental Indenture No. 10 and assigned to the Bond Trustee;
- (f) three Deeds of Trust, to be dated as of April 1, 2020, from certain Members of the Obligated Group to a deed of trust trustee for the benefit of the Master Trustee; and
- (g) the Preliminary Official Statement relating to the Bonds (the "Preliminary Official Statement");

all as part of the application from the Medical Care Commission to the Commission requesting approval of the proposed issuance of the Bonds; and

WHEREAS, the Commission has found and determined, based upon the information and evidence it has received, that the proposed financing will effectuate the purposes of Chapter 131A of the General Statutes of North Carolina, as amended (the "Act");

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The issuance of the Bonds by the Medical Care Commission as provided in the Trust Agreement is hereby approved.

Section 2. The Bonds are hereby awarded to the Underwriters pursuant to the provisions of Section 131A-11 of the Act, and in accordance with the Purchase Agreement, subject to the approval of the Medical Care Commission and the Parent Corporation and the other Members of the Obligated Group. The Commission hereby determines that such award and sale of the Bonds with a true interest cost not to exceed 6.0%, a final maturity not later than December 31, 2050, and an aggregate principal amount, together with the other Series 2020 Bonds, not to exceed \$165,000,000 are in the best interests of the Commission, the Parent Corporation and the other Members of the Obligated Group.

Section 3. The distribution of the Preliminary Official Statement, in substantially the form submitted at this meeting, is hereby authorized, and the distribution of the final Official Statement relating to the Bonds, upon approval by the Medical Care Commission, is hereby authorized.

Section 4. The Bonds shall be issued in accordance with and pursuant to the terms and conditions of the Trust Agreement and the Purchase Agreement. Subject to the limitations in Section 2 of this resolution, the Purchase Agreement is hereby approved, and the Secretary of the Commission or any Deputy Secretary of the Commission is hereby appointed the Designated Assistant of the Commission (the "Designated Assistant") for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Purchase Agreement, including details of the Bonds, as shall be satisfactory to the Designated Assistant, to approve the forms of other documents relating to the Bonds, and to execute and deliver the Purchase Agreement and such other documents on behalf of the Commission.

Section 5. This resolution shall take effect immediately upon its passage."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE FINANCING TEAM FOR THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES FIRST MORTGAGE REVENUE BONDS (LUTHERAN SERVICES FOR THE AGING), SERIES 2020B

WHEREAS, the North Carolina Medical Care Commission (the "Medical Care Commission") has requested that the North Carolina Local Government Commission (the "Commission") approve its selection of the following financing team members for the Medical Care Commission's upcoming Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020B:

Bond Counsel:	McGuireWoods LLP
Purchaser:	BB&T Community Holdings Co.
Purchaser's Counsel:	Moore & Van Allen PLLC
Borrowers' Counsel:	Young, Morphis, Bach & Taylor, LLP
Master Trustee/ Bond Trustee:	The Bank of New York Mellon Trust Company, N.A.
Auditor:	Dixon Hughes Goodman LLP
Feasibility Consultant:	CliftonLarsonAllen, LLP

WHEREAS, based upon the information and evidence received by the Commission, it is the opinion of the Commission that the request by the Medical Care Commission should be approved;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for the Medical Care Commission's upcoming Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020B."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to approve the following resolution:

"RESOLUTION APPROVING THE ISSUANCE OF AND AWARDING TO BB&T COMMUNITY HOLDINGS CO. AS PURCHASER OF THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (LUTHERAN SERVICES FOR THE AGING), SERIES 2020B IN AN AGGREGATE PRINCIPAL AMOUNT, TOGETHER WITH THE SERIES 2020A BONDS, NOT TO EXCEED \$165,000,000

WHEREAS, the North Carolina Medical Care Commission (the "Medical Care Commission"), pursuant to the provisions of the Health Care Facilities Finance Act, the same being Chapter 131A of the General Statutes of North Carolina, as amended, proposes to authorize the issuance of its Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), Series 2020B (the "Bonds"), to be issued pursuant to a Trust Agreement, to be dated as of April 1, 2020 (the "Trust Agreement"), by and between the Medical Care Commission and The Bank of New York Mellon Trust Company, N.A., as bond trustee (the "Bond Trustee"), in an aggregate principal amount, together with the other Series 2020 Bonds (as hereinafter defined), not to exceed \$165,000,000, for the purpose of providing funds, together with other available funds, to: (i) finance a portion of the cost of the Trinity Landing Project (as defined in the hereinafter-mentioned Loan Agreement), (ii) fund a portion of the interest accruing on the Bonds and (iii) pay certain expenses incurred in connection with the issuance of the Bonds; and

WHEREAS, the Bonds will be issued as part of a plan of financing that will include a total of two series of the Commission's Health Care Facilities First Mortgage Revenue Bonds (Lutheran Services for the Aging), to be designated Series 2020A and Series 2020B (collectively, the "Series 2020 Bonds"); and

WHEREAS, there has been submitted at this meeting a proposed draft of a Contract of Purchase, to be dated the date of the sale of the Bonds (the "Contract of Purchase"), whereby BB&T Community Holdings Co. (the "Purchaser") will offer to purchase the Bonds on the terms and conditions set forth therein and in the Trust Agreement, and the Local Government Commission of North Carolina (the "Commission") desires to approve the issuance of the Bonds and then accept such offer when made and approve the Contract of Purchase; and

WHEREAS, there have been furnished to the Commission drafts of the following documents:

- (a) the Trust Agreement;
- (b) the Contract of Purchase;
- (c) the Loan Agreement, to be dated as of April 1, 2020 (the "Loan Agreement"), by and between the Medical Care Commission and Lutheran Services for the Aging, Inc. (the "Parent Corporation"), Lutheran Home Wilmington Property, Inc., Lutheran Home –

Wilmington, Inc., LSA Elms Property, Inc., LSA Elms at Tanglewood, Inc., Lutheran Home Winston-Salem Property, Inc., Lutheran Home Forsyth County Property, Inc., Lutheran Home – Forsyth County, Inc., Lutheran Home Hickory West Property, Inc., Lutheran Home – Hickory West, Inc., LSA Management, Inc., LSA Pharmacy, Inc., Lutheran Home – Albemarle, Inc., Lutheran Home – Hickory, Inc., Lutheran Home at Trinity Oaks, Inc., Lutheran Home – Winston-Salem, Inc., Lutheran Home Albemarle Property, Inc., Lutheran Home Hickory Property, Inc., Lutheran Home at Trinity Oaks Property, Inc., Lutheran Services Property, Inc., Lutheran Retirement Center – Salisbury, Inc., Lutheran Retirement Center – Wilmington, Inc., Lutheran Retirement Center at Lutheridge, Inc., Lutheran Retirement Center – Clemmons, Inc., The Foundation For Abundant Living (formerly known as Lutheran Services for the Aging Foundation, Inc.) and Abundant Living Adult Day Services, Inc. (collectively, the "Members of the Obligated Group"), relating to the Bonds;

- (d) Supplemental Indenture for Obligation No. 11, to be dated as of April 1, 2020 ("Supplemental Indenture No. 11"), by and between the Members of the Obligated Group and The Bank of New York Mellon Trust Company, N.A., as master trustee (the "Master Trustee"), supplementing the Master Trust Indenture, dated as of December 1, 2012 (as supplemented and amended, the "Master Indenture"), by and between the Members of the Obligated Group and the Master Trustee;
- (e) Obligation No. 11, to be dated the date of its delivery, to be issued by the Members of the Obligated Group to the Medical Care Commission pursuant to the provisions of the Master Indenture and Supplemental Indenture No. 11 and assigned to the Bond Trustee;
- (f) Supplemental Indenture for Obligation No. 12, to be dated as of April 1, 2020 ("Supplemental Indenture No. 12"), by and between the Members of the Obligated Group and the Master Trustee, supplementing the Master Indenture;
- (g) Obligation No. 12, to be dated the date of its delivery, to be issued by the Members of the Obligated Group to the Purchaser pursuant to the provisions of the Master Indenture and Supplemental Indenture No. 12;
- (h) three Deeds of Trust, to be dated as of April 1, 2020, from certain Members of the Obligated Group to a deed of trust trustee for the benefit of the Master Trustee; and
- (i) the Guaranty and Credit Agreement, to be dated as of April 1, 2020, by and between the Members of the Obligated Group and the Purchaser;

all as part of the application from the Medical Care Commission to the Commission requesting approval of the proposed issuance of the Bonds; and

WHEREAS, the Commission has found and determined, based upon the information and evidence it has received, that the proposed financing will effectuate the purposes of Chapter 131A of the General Statutes of North Carolina, as amended (the "Act");

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The issuance of the Bonds by the Medical Care Commission as provided in the Trust Agreement is hereby approved.

Section 2. The Bonds are hereby awarded to the Purchaser pursuant to the provisions of Section 131A-11 of the Act, and in accordance with the Contract of Purchase, subject to the approval of the Medical Care Commission and the Parent Corporation and the other Members of the Obligated Group. The Commission hereby determines that such award and sale of the Bonds with a maximum initial interest rate not to exceed 6.00%, a final maturity not later than December 31, 2050 and an aggregate principal amount, together with the other Series 2020 Bonds, not to exceed \$165,000,000 are in the best interests of the Medical Care Commission, the Parent Corporation and the other Members of the Obligated Group.

Section 3. The Bonds shall be issued in accordance with and pursuant to the terms and conditions of the Trust Agreement and the Contract of Purchase. Subject to the limitations in Section 2 of this resolution, the Contract of Purchase is hereby approved, and the Secretary of the Commission or any Deputy Secretary of the Commission is hereby appointed the Designated Assistant of the Commission (the "Designated Assistant") for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Contract of Purchase, including details of the Bonds, as shall be satisfactory to the Designated Assistant, to approve the forms of other documents relating to the Bonds, and to execute and deliver the Contract of Purchase and such other documents on behalf of the Commission.

Section 4. This resolution shall take effect immediately upon its passage."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

RESOLUTION CONCERNING THE SALE OF BONDS OF THE NORTH CAROLINA HOUSING FINANCE AGENCY FROM TIME TO TIME IN AN AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED \$650,000,000 FOR THE PURPOSE OF PROVIDING FUNDS TO PURCHASE MORTGAGE LOANS OR OTHER MORTGAGE RELATED OBLIGATIONS, REFUND BONDS PREVIOUSLY ISSUED BY THE AGENCY AND TO PAY OTHER COSTS IN CONNECTION THEREWITH

BE IT RESOLVED by the Local Government Commission of North Carolina (the "Commission"):

Section 1. It is hereby declared and determined that the North Carolina Housing Finance Agency (the "Agency") has furnished to the Commission the following:

- (a) a Trust Agreement, dated as of May 1, 1998, as supplemented (the "1998 Trust Agreement"), by and between the Agency and The Bank of New York Mellon Trust Company, N.A., as successor trustee (the "Trustee"), authorizing the issuance thereunder of Housing Revenue Bonds (the "Bonds"); and
- (b) a request by the Agency that the Commission approve the sale and issuance from time to time of not to exceed \$650,000,000 of Home Ownership Revenue Bonds to provide funds together with any other available funds, to (a) purchase mortgage loans and other obligations, including mortgage backed securities, made for the purpose of assisting in providing home ownership for low and moderate income households in the State, (b) refund all or a portion of the Bonds previously issued by the Agency for the purpose described in (a) (or to refund Bonds of the Agency issued for that purpose), (c) make required deposits to the credit of any debt service reserve fund or other reserve fund required by the terms of the instrument pursuant to which the Bonds are issued,

(d) finance all or a portion of the cost of termination of interest rate swap agreements in connection with the refunding of Bonds hedged by the terminated interest rate swap agreement and (e) pay all or a portion of the costs of issuance of the Bonds.

The Agency has advised the Commission that such Bonds may be issued pursuant to the 1998 Trust Agreement and Supplemental Trust Agreements supplementing the Trust Agreement in substantially the form of the Supplemental Trust Agreements previously entered into by the Agency under the 1998 Trust Agreement, with such changes and revisions as shall be necessary or convenient to reflect the transaction (such a supplement herein referred to as an “Applicable Supplement”), or may be issued pursuant to a new Trust Agreement (an “Alternative Trust Agreement”) and any supplement thereto as deemed appropriate in order to effectuate the issuance of such Bonds.

Section 2. The Agency has requested approval of its selection of the following financing team members for the issuance from time to time of its Home Ownership Bonds:

Bond Counsel:	Womble Bond Dickinson (US) LLP
Trustee/Registrar:	The Bank of New York Mellon Trust Company, N.A.
Underwriters Counsel:	Bode & Harrell, LLP
Underwriters:	RBC Capital Markets LLC; Merrill Lynch, Pierce, Fenner & Smith Incorporated; Citigroup Global Markets, Inc.; Raymond James & Associates Inc. and Wells Fargo Bank, National Association
Financial Advisor:	cfX Incorporated

Section 3. The sale of Home Ownership Revenue Bonds issued pursuant to the 1998 Trust Agreement or an Alternative Trust Agreement from time to time in an aggregate principal amount not to exceed \$650,000,000 at negotiated sale pursuant to an executed Purchase Contract, which shall reflect the issuance of the Bonds herein approved and to be approved by the Secretary or a Designated Assistant (hereinafter described) of the Commission (which approval shall be conclusively evidenced by the Designated Assistant’s execution of the Purchase Contract) is hereby approved. The Secretary and the Designated Assistant may, at the request of the Agency, add any additional financial institutions to the underwriters named above, or remove any financial institution from the underwriting group for one or more issues or Series of Bonds. In addition, if, in consultant with the Commission, the Chair, the Executive Director or the Chief Financial Officer determine at the time of sale of the Bonds that it is in the best interests of the Agency that all or a portion of the Bonds be sold directly to one or more investors that are financial institutions, then all or a portion of the Bonds may be sold directly to such a financial institution under terms similar to the terms anticipated for a public offering of the Bonds. Bonds to be directly purchased by a financial institution shall be sold to such financial institution under a purchase contract acceptable to the Agency and approved by the Secretary or the Designated Assistant.

Section 4. The purchase price for the Bonds shall not be less than 98% of the aggregate principal amount of the Bonds, plus interest accrued on the Bonds (other than any Bonds dated the date of delivery thereof) from the date thereof to the date of delivery of and payment therefor, or such greater price as may be approved by the Secretary or Designated Assistant and set forth in the Purchase Contract.

Section 5. The Bonds may be issued and sold in one or more Series from time to time. Each Series of Bonds shall mature on the dates, and in the principal amounts and shall bear interest at the rate or rates from the date thereof, all as may be set forth in the Purchase Contract and as may be approved by the Secretary or Designated Assistant provided that such Bonds shall bear interest at a rate or rates resulting in a true interest cost (expressed as a percentage) of not in excess of 6.0% and any underwriting discount shall not exceed \$12.50 per bond.

Section 6. The Commission does hereby determine that the sale of the Bonds in the manner and for the prices as provided in this resolution is in the best interest of the Agency and best effectuates the purposes of Chapter 122A of the General Statutes of North Carolina.

Section 7. The Secretary and any Designated Assistant of the Commission is hereby authorized to execute, if necessary, the statement in the Official Statement for the Bonds relative to the Commission's determinations with regard to the Bonds.

Section 8. The Secretary of the Commission shall have the power to appoint such Designated Assistants for the purposes of this resolution as the Secretary shall deem necessary in order to carry out the purposes of this resolution.

Section 9. On December 3, 2019 the Commission adopted a resolution approving the sale of not to exceed \$300,000,000 of Bonds of the Agency for the purposes described above, and \$150,000,000 of Bonds (the Series 43 Bonds) have been sold pursuant to such approval. The approval of the sale of not to exceed \$650,000,000 of Bonds supersedes the approval for the sale of the remaining \$150,000,000 of Bonds pursuant to the December 3, 2019 approval.

Section 10. This resolution shall be effective immediately upon its passage.

Upon motion of Mr. Bass seconded by Mr. Munn, the foregoing resolution entitled "RESOLUTION CONCERNING THE SALE OF BONDS OF THE NORTH CAROLINA HOUSING FINANCE AGENCY FROM TIME TO TIME IN AN AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED \$650,000,000 FOR THE PURPOSE OF PROVIDING FUNDS TO PURCHASE MORTGAGE LOANS OR OTHER MORTGAGE RELATED OBLIGATIONS, REFUND BONDS PREVIOUSLY ISSUED BY THE AGENCY AND TO PAY OTHER COSTS IN CONNECTION THEREWITH" was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

"RESOLUTION APPROVING THE REQUEST OF CLEVELAND COUNTY WATER DISTRICT, NORTH CAROLINA FOR A PROJECT THAT CONSISTS OF THE CONSTRUCTION OF A NEW 3-MG (MILLION GALLON) CLEARWELL, A NEW HIGH SERVICE PUMP STATION AND APPROXIMATELY 2,300 LF (LINEAR FEET) OF NEW 16-INCH TRANSMISSION MAIN

WHEREAS, the Cleveland County Water District (the "District") has determined that it is necessary and expedient to replace existing problematic transmission lines and improve the reliability of the system; and

WHEREAS, the District has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$7,560,000 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the County is hereby approved."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF CITY OF LENOIR, NORTH CAROLINA FOR A PROJECT THAT INVOLVES THE REPLACEMENT AND UPSIZING OF APPROXIMATELY 3,800 LINEAR FEET OF EXISTING 12-INCH DIAMETER GRAVITY SEWER LINE TO 20-INCH DIAMETER GRAVITY SEWER LINE ON A POSITIVE GRADE. ADDITIONALLY, THE PROJECT SHALL INCLUDE THE REPLACEMENT OF APPROXIMATELY 20 MANHOLES AND ALL SEWER LATERAL SERVICES WILL BE RECONNECTED

WHEREAS, the City of Lenoir has determined that it is necessary and expedient due to root intrusion and excessive inflow and infiltration in the sewer basin which contributes to high wet weather flows received at the downstream Lower Creek Wastewater Treatment Plant (WWTP); and

WHEREAS, the City of Lenoir has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$2,775,000 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a sewer revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF CITY OF MOUNT AIRY, NORTH CAROLINA FOR REPLACEMENT OF A MAJORITY OF EXISTING WATER MAINS THAT SERVE THE DESIGNATED PROJECT AREA (MAPLE STREET/ MERRITT STREET). MANY OF THE EXISTING LINES ARE LOCATED IN PAVED STREETS. CONSTRUCTION IS PROPOSED TO INCLUDE APPROXIMATELY 6200 LF OF 6” WATER LINE REPLACEMENT, WATER SERVICE RECONNECTIONS, PAVEMENT RESTORATION, AND RELATED IMPROVEMENTS. THE PROPOSED PROJECT WILL BE REPLACING 6” DIAMETER WATER LINES WITH 6” DIAMETER AND THERE WILL BE NO INCREASE IN CAPACITY.

WHEREAS, the City of Mount Airy (the “City”) has determined that it is necessary and expedient because the existing water mains serving the area are primarily cast iron, in excess of 650 years old, and are problematic for breaks; and

WHEREAS, the City has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$963,100 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION FOR THE ORANGE WATER & SEWER AUTHORITY, NORTH CAROLINA. FOR A PROJECT THAT WILL INCLUDE THE INSTALLATION OF A CHEMICAL STORAGE

TANK APPROXIMATELY 10,000 GALLONS IN CAPACITY A CHEMICAL CONTAINMENT AREA WITH APPROXIMATELY 12,000 TO 13,000 GALLONS OF STORAGE CAPACITY A STORAGE AND FEED BUILDING; CHEMICAL METERING PUMPS AND FEED SYSTEM DESIGNED FOR PEAK FLOWS OF UP TO 20 MGD (MILLION GALLONS PER DAY); AUXILIARY BUILDINGS SYSTEMS; AND ASSOCIATED SITE, ELECTRICAL, AND PIPING IMPROVEMENTS

WHEREAS, Orange Water & Sewer Authority (the "Authority") has determined it necessary and expedient to increase treatment chemical contact times, thereby improving treatment plant performance and reducing taste and odor in drinking water; and

WHEREAS, the Authority has filed an application with the North Carolina Local Government Commission (the "Commission") for approval of a Revolving Loan in an amount not to exceed \$2,170,800 with a term of twenty (20) years at the rate established under this program for the respective loan, State or Federal, is not to exceed 4%;

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion that the request of the Authority should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the Authority is hereby approved."

Mr. Munn seconded the motion and was approved by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

"RESOLUTION APPROVING THE REQUEST OF COUNTY OF SAMPSON, NORTH CAROLINA FOR INSTALLATION OF NEW WELLHEAD, DISINFECTION & IRON- AND MANGANESE-REMOVAL SYSTEMS, AND STAND-BY-GENERATOR TO SUPPORT THE OPERATION OF A NEWLY-CONSTRUCTED PRODUCTION WELL

WHEREAS, the County of Sampson (the "County") has determined that it is necessary and expedient to provide a redundant water source to serve the I-440/Exit 355 interchange area. This will improve filling times for the elevated storage tank that serves the area. The water treatment system will address manganese levels above the EPA secondary water quality standards and improve water quality in the area; and

WHEREAS, the County has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$906,160 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the County is hereby approved."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

"RESOLUTION APPROVING THE REQUEST OF COUNTY OF SAMPSON, NORTH CAROLINA FOR CONSTRUCTION AND INSTALLATION OF APPROXIMATELY 800 LF OF NEW WATER MAINS, A SKID-MOUNTED, PACKAGED BOOSTER

PUMP STATION AN ENCLOSURE STRUCTURE FOR THE BPS WITH PIPING GALLERY, ELECTRICAL AND SYSTEM CONTROLS, ETC. AND A FLOW - CONTROL VALVE AND A TWO -WAY MASTER METER AT THE INTERSECTION SITE ITSELF (TO BE SITUATED APPROXIMATELY AT THE JOHNSTON – SAMPSON COUNTY LINE. THE PROJECT IS PHASE 1 OF THE SAMPSON COUNTY – JOHNSTON COUNTY WATER SYSTEMS’ INTERCONNECTION PROJECT

WHEREAS, the County of Sampson has determined that it is necessary and expedient to create an interconnection between Sampson County Water District II (Dunn/Clinton) and the Johnston County Water District East (Smithfield) to provide a minimum capacity of 0.1 MGD and an expected average of 0.216 MGD from Sampson County to Johnston County. The interconnection will also serve as an emergency interconnection between the two counties water systems; and

WHEREAS, the County has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$232,500 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the County is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF TOWN OF SPRUCE PINE, NORTH CAROLINA FOR INSTALLATION OF 1700 LF OF 8” GRAVITY SEWER TO REDIRECT FLOW OF THE HWY 19E FORCE MAIN, AND REHABILITATION OF 1100 LF OF 8” AND 10” GRAVITY

WHEREAS, the Town of Spruce Pine (the “Town”) has determined that it is necessary and expedient due to currently falling force main which has allowed wastewater to surface into a roadside ditch; and

WHEREAS, the Town filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$665,785 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a sewer revolving loan for the Town is hereby approved.”

“RESOLUTION APPROVING THE REQUEST OF CITY OF THOMASVILLE, NORTH CAROLINA FOR REPLACEMENT OF EXISTING 2” DIAMETER WATERLINE WITH APPROXIMATELY 2600 LF OF 6” DIAMETER WATERLINE WHICH WILL BE INSTALLED ALONG LIBERTY DRIVE AND VIRGINIA DRIVE WITHIN THE CITY OF THOMASVILLE.

WHEREAS, the City (the “City”) has determined that it is necessary and expedient to provide improved circulation of water, water quality & water pressure as well as improved reliability of the waterline material. Also, due to the age of the pipe, many pipe breaks have occurred over the years and keep occurring; and

WHEREAS, the City has filed an application with the North Carolina Government Commission (the Commission) for approval of a revolving Loan in the amount not exceed \$448,032 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF CITY OF THOMASVILLE, NORTH CAROLINA REPLACEMENT OF EXISTING 2” DIAMETER WATERLINE WITH APPROXIMATELY 6500 LF OF 6” DIAMETER WATERLINE WHICH WILL BE INSTALLED ALONG DOGWOOD STREET, ENGLISH STREET, RUPP STREET, KNOLLWOOD DRIVE, OAKLAWN DRIVE AND RUNNEYMEADE STREET WITHIN THE CITY OF THOMASVILLE

WHEREAS, the City of Thomasville has determined that it is necessary and expedient to provide improved circulation of water, water quality & water pressure as well as improved reliability of the waterline material. Also, due to the age of the pipe, many pipe breaks have occurred over the years and keep occurring; and

WHEREAS, the City has filed an application with the North Carolina Government Commission (the Commission) for approval of a revolving Loan in the amount not exceed \$969,768 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF CITY OF THOMASVILLE, NORTH CAROLINA FOR CONVERSION OF WATER SERVICES OF APPROXIMATELY 250 RESIDENTS FROM AN EXISTING 2” WATERLINE TO AN EXISTING 6” WATERLINE WITH THE CITY THOMASVILLE

WHEREAS, the City of Thomasville (the “City”) has determined that it is necessary and expedient to provide these residents with improved circulation of water, water quality and water pressure. Also, due to the age of the pipe, many pipe breaks have occurred over the years and keep occurring; and

WHEREAS, the City has filed an application with the North Carolina Government Commission (the Commission) for approval of a Revolving Loan in the amount not exceed \$390,690 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF CITY OF THOMASVILLE, NORTH CAROLINA FOR REPLACEMENT OF EXISTING 2” DIAMETER WATERLINE WITH APPROXIMATELY 2250 LF OF 6” DIAMETER WATERLINE ALONG LITWIN DRIVE AND 2500 LF OF 2” DIAMETER WATERLINE ALONG FLEET DARR ROAD WITHIN THE CITY OF THOMASVILLE

WHEREAS, the City of Thomasville has determined that it is necessary and expedient to provide improved circulation of water, water quality & water pressure as well as improved reliability of the waterline material. Also, due to the age of the pipe, many pipe breaks have occurred over the years and keep occurring; and

WHEREAS, the City of Thomasville has filed an application with the North Carolina Government Commission (the Commission) for approval of a revolving Loan in the amount not exceed \$407,985 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the City is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF TOWN OF TROUTMAN, NORTH CAROLINA FOR INSTALLATION OF APPROXIMATELY 2300 LF OF 8” GRAVITY SEWER TO THE TOWN OF TROUTMAN TECHNOLOGY DRIVE PS WHERE WASTEWATER, WILL BE PUMPED TO THE NEAREST DOWNSTREAM OUTFALL. CURRENTLY TECHNOLOGY DRIVE PS HAS A CAPACITY OF 82 GPM AND WILL NEED TO BE UPGRADED TO HANDLE THE ADDITIONAL FLOW. THE UPGRADE WILL INCLUDE REPLACEMENT OF PUMPS AND APPROXIMATELY 4500 LF OF 6” FORCE MAIN

WHEREAS, the Town of Troutman (the “Town”) has determined that it is necessary and expedient due to help ensure the long -term viability of the CHA Barium Springs campus by providing public sewer service and replace an old private system that was updated with a new tank and beds as far back as 1953; and

WHEREAS, the Town of Troutman filed an application with the North Carolina Government Commission (the Commission) for approval of a revolving Loan in the amount not exceed \$856,000 with the term of twenty (20) years at the rate established under this program for respective loan, State or Federal, is not to exceed 4%; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a sewer revolving loan for the Town is hereby approved.”

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion to adopt the following resolution:

RESOLUTION APPROVING THE APPLICATION FOR THE TUCKASEIGEE WATER & SEWER AUTHORITY, NORTH CAROLINA. THE PROPOSED PROJECT IS THE SECOND PHASE OF MULTI-PHASE UPGRADE TO THE EXISTING WASTE WATER TREATMENT PLANT (WWTP) NO. 2. SPECIFICALLY, THE PROJECT INCLUDES THE FOLLOWING COMPONENTS. 1) CONSTRUCTION OF A NEW SBR EQUIPMENT TO REPLACE EXISTING TREATMENT PROCESS; 2) MODIFICATION OF EXISTING INFLUENT PUMP STATION ; 3) YARD PIPING & ELECTRICAL MODIFICATIONS AS REQUIRED; 4)UPGRADES TO PLANT'S DISINFECTION FACILITIES; 5) CONVERSION OF EXISTING TREATMENT BASIN TO POST-EQUALIZATION TANK; 6) CONSTRUCTION OF A NEW SLUDGE HOLDING TANK; 7) INSTALLATION OF A NEW SCADA SYSTEM FOR PROCESS CONTROL AND MONITORING; AND 8)DEMOLITION OF THE AGING LAB BUILDING & CONSTRUCTION OF A NEW ADMINISTRATION BUILDING.

WHEREAS, Tuckaseigee Water & Sewer Authority (the "Authority") has determined it necessary and expedient to replace aging infrastructure with no capacity expansion. The plant was originally constructed in 1965 and has had minimal upgrades. Most of the facility's components are nearing the end of their useful life; and

WHEREAS, the Authority has filed an application with the North Carolina Local Government Commission (the "Commission") for approval of a Sewer Revolving Loan in an amount not to exceed \$4,595,300 with a term of twenty (20) years at the rate established under this program for the respective loan, State or Federal, is not to exceed 4%;

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion that the request of the Authority should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for the approval of a water revolving loan for the Authority is hereby approved."

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made a motion that the following resolution be adopted:

RESOLUTION APPROVING THE ISSUANCE BY THE COLUMBUS COUNTY INDUSTRIAL FACILITIES AND POLLUTION CONTROL FINANCING AUTHORITY OF ITS REVENUE REFUNDING BONDS FROM TIME TO TIME OR AT ONE TIME IN ONE OR MORE ISSUES OR SERIES IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$20,000,000

BE IT RESOLVED by the Local Government Commission of North Carolina (the "Commission"):

Section 1) It is hereby declared and determined that The Columbus County Industrial Facilities and Pollution Control Financing Authority (the "Authority") has filed with the Secretary of the Commission, pursuant to Section 159C-8 of Chapter 159C of the General Statutes of North Carolina, as amended (the "Act"), an application for approval of its Recovery Zone Facility Revenue Refunding Bonds (International Paper Company Project), Series 2020A in an aggregate principal amount not to exceed \$20,000,000 (the "Bonds"), including the following documents:

- (a) Form of Trust Indenture, to be dated a date prior to the issuance of the Bonds (the “Indenture”), between the Authority and Regions Bank (the “Trustee”), including a form of the Bonds.
- (b) Form of Loan Agreement, to be dated a date prior to the issuance of the Bonds (the “Loan Agreement”), between the Authority and International Paper Company (the “Company”), with respect to the Bonds.
- (c) Form of Contract of Purchase, to be dated a date prior to the issuance of the Bonds (the “Purchase Contract”), among the Authority, the Company and PNC Capital Markets LLC, on behalf of itself and U.S. Bancorp Investments, Inc. and Drexel Hamilton, LLC (collectively, the “Underwriters”), with respect to the Bonds.
- (d) Form of Preliminary Official Statement.
- (e) A resolution of the Board of Commissioners of Columbus County, adopted on March 2, 2020, approving the issuance of the Bonds as required by Sections 159C-4(d) and 159C-8(c) of the Act.
- (f) A resolution of the Authority, adopted on February 12, 2020 (the “Authority’s Resolution”), authorizing the Authority to issue, from time to time or at one time in one or more issues or series, of up to \$20,000,000 of the Authority’s revenue refunding bonds.

Section 2) It is hereby further declared and determined that:

- (a) The Commission has duly considered, among other things, the financial responsibility and capability of the Company to fulfill its obligations under the Loan Agreement, in the form of such document filed with the Commission, and the ability of the political subdivisions in or near which the Project (as defined in the Authority’s Resolution) is to be located to cope satisfactorily with the impact of the Projects and to provide necessary facilities and services.
- (b) The proposed date and manner of sale of the Bonds will not have an adverse effect upon any scheduled or anticipated sale of any obligations by the State of North Carolina or any political subdivision thereof or any agency of either of them.

Section 3) The issuance of the Bonds in the aggregate principal amount not to exceed \$20,000,000, is hereby approved, with substantially the terms filed with the Commission.

Section 4) It is hereby determined, with the approval of the Authority and the Company, that the Bonds shall bear interest at a fixed coupon rate or a variable rate of interest not to exceed 12% and the Bonds shall have a final maturity no later than May 1, 2034. The Secretary of the Commission (or his designee) is hereby authorized to approve the final fixed coupon interest rate (or, in the case of variable rate bonds, an initial not to exceed interest rate) on the Bonds, on behalf of the Commission.

Section 5) The system of registration, as defined in Section 159E-2(14) of the General Statutes of North Carolina, contained in the Indenture is hereby approved.

Section 6) The appointment of Regions Bank as trustee, bond registrar and paying agent in accordance with the Indenture is hereby approved.

Section 7) Based upon information and evidence received by the Commission, the following financing team is hereby approved in connection with the issuance of the Bonds:

Bond Counsel:	McGuireWoods LLP
Trustee:	Regions Bank
Underwriters:	PNC Capital Markets LLC U.S. Bancorp Investments, Inc. Drexel Hamilton, LLC
Underwriters' Counsel:	Katten Muchin Rosenman LLP

Mr. Munn seconded the motion and the foregoing resolution was adopted by unanimous vote.

Mr. Bass made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE REQUEST OF STANLY COUNTY, NORTH CAROLINA AND THE TOWN OF RICHFIELD, NORTH CAROLINA TO ENTER INTO AN AGREEMENT WHEREBY THE TOWN OF RICHFIELD WILL REASSIGN AN INSTALLMENT PURCHASE CONTRACT TO THE COUNTY

WHEREAS, the County of Stanly will assume the loan balance of \$223,380.42 in exchange for the town’s sewer project; and

WHEREAS, the project was originally funded by USDA as a general obligation bond \$530,000 and subsequently changed to an installment purchase contract for \$350,000 at 2.99% through Uwharrie Bank; and

WHEREAS, the project for the Town of Richfield was approved by the LGC on January 6, 2015; and

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the request by the County and City mentioned above is hereby approved.”

Mr. Munn seconded the motion and the foregoing was adopted by unanimous vote.

Chair Folwell introduced a motion to adjourn the meeting in honor of the death of Ms. Katherine Johnson who passed away on February 20, 2020. Ms. Johnson was a NASA mathematician, trailblazer in the quest for racial equality, contributor to our nation's first triumphs in human spaceflight and champion of STEM education. Ms. Marshall seconded the motion, the motion passed by unanimous vote and the meeting was adjourned at 3:31p.m.

The next regularly scheduled meeting of the North Carolina Local Government Commission will be held on April 7, 2020 at 2:30 p.m.

* * * * *

I, Greg C. Gaskins, Secretary of the North Carolina Local Government Commission, CERTIFY that the foregoing is a true and correct extract from minutes of a meeting of the North Carolina Local Government Commission duly called and held on March 3, 2020 and sets forth so much of said minutes as in any way relates to the introduction, consideration and passage of the

resolutions herein set forth.

WITNESS my hand at Raleigh, this 3rd day of March 2020.

Greg C. Gaskins, Secretary of the
Local Government Commission of North Carolina

Local Governments Requesting Debt Approval by LGC				As Reported in 2019 Fiscal Year End Audits						
Agenda Date <u>03/03/20</u>										
Name of Unit	County	Last Year of Reval	Next Year of Reval	Total OPEB Liability	Actuarial Value of OPEB Assets	Net OPEB Liability	LGERS/TSERS Net Pension Liability	Total LEOSSA Pension Liability	Actuarial Value of LEOSSA Assets	Net LEOSSA Pension Liability
Beech Mountain	Watauga	2014	2022	0	0	0	880,613	182,642	0	182,642
Buncombe County	Buncombe	2017	2021	160,446,445	25,262,972	135,183,473	32,284,728	7,151,591	0	7,151,591
Charlotte	Mecklenburg	2016	2023	466,400,000	99,909,000	366,491,000	323,496,000*	115,208,000	0	115,208,000
Cleveland County Water	Cleveland	2016	2021	1,874,816	0	1,874,816	768,876	NA	NA	NA
Davie County	Davie	2017	2021	5,887,804	0	5,887,804	5,402,297	1,230,202	0	1,230,202
Hertford County	Hertford	2019	2027	9,952,414	0	9,952,414	2,541,253	680,289	0	680,289
High Point	Guilford	2017	2022	10,503,157	0	10,503,157	26,841,389	12,753,352	0	12,753,352
Johnston County	Johnston	2019	2025	173,606,994	0	173,606,994	19,972,479	3,566,568	0	3,566,568
Kannapolis	Cabarrus	2016	2020	45,979,353	0	45,979,353	7,117,026	6,750,759	0	6,750,759
Lenoir	Caldwell	2013	2021	2,843,310	0	2,843,310	3,518,658	1,439,440	0	1,439,440
Lexington	Davidson	2015	2023	17,324,385	0	17,324,385	5,836,199	2,389,543	0	2,389,543
Mount Airy	Surry	2016	2021	0	0	0	2,428,804	1,449,127	0	1,449,127
Orange Water and Sewer Authority	Orange	2017	2021	12,710,564	0	12,710,564	2,982,507	NA	NA	NA
Salisbury	Rowan	2019	2023	12,134,936	0	12,134,936	7,816,155	2,667,698	0	2,667,698
Sampson County	Sampson	2019	2027	10,715,000	0	10,715,000	7,611,897	1,654,448	0	1,654,448
Spruce Pine	Mitchell	2018	2022	0	0	0	348,734	319,827	0	319,827
Stanly County	Stanly	2017	2021	7,239,109	0	7,239,109	6,490,253	980,566	0	980,566
Swain County Board of Education	Swain	2013	2021	22,720,343	0	22,720,343	8,730,494	NA	NA	NA
Thomasville	Davidson	2015	2023	9,368,960	0	9,368,960	4,583,838	2,282,150	0	2,282,150
Troutman	Iredell	2019	2023	379,393	0	379,393	482,772	426,673	0	426,673
Tuckaseegee Water and Sewer Authority	Jackson	2016	2021	1,679,002	0	1,679,002	441,018	NA	NA	NA
Wake County	Wake	2016	2020	389,385,847	0	389,385,847	81,176,799	17,014,647	0	17,014,647
Weaverville	Buncombe	2017	2021	1,161,582	0	1,161,582	1,327,563	560,099	0	560,099

LEOSSA - Law Enforcement Officers' Special Separation Allowance OPEB - Other Post Employment Benefits (retiree healthcare) NA - not applicable
 LGERS - Local Government Employees Retirement System TSERS - Teachers and State Employees Retirement System *Includes Net Pension Liability of \$175,164,000 single employer pension for City Firefighters

DST POLICIES AND PROCEDURES

APPENDIX B Board Member Statement of Conflict of Interest and Recusal Form

Dale R. Folwell _____ Local Government Commission
Board Member Name _____ Name of Board

Pursuant to the State Government Ethics Act (N.C.G.S. § 163A-216(b)), board members must abstain from taking action when there is an actual or potential conflict between their personal or business interests and their duty to represent the general public. The abstention must be recorded in the meeting minutes. The reason for the abstention must also be recorded in the meeting minutes or must be recorded on this form and given to the Chair.

I have a conflict of interest in the following Board matter: [describe agenda item]

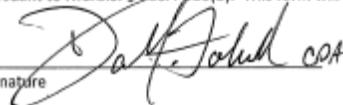
City of Winston-Salem Water and Sewer System Revenue Refunding Bonds

I am recusing myself from discussion of this agenda item and have abstained from the official action or proceeding on this matter based on the following potential or actual conflict of interest(s):

- financial benefit²
- employment or association³ conflict
- familial relationship⁴ (including members of extended family⁵) conflict
- personal conflict (including friendships or a leadership position in an organization)
- other conflict

The conflict being described as: _____
possible appearance of a conflict of interest due to my residency in the City of Winston-Salem

I intend for this statement to satisfy the requirement to "submit in writing . . . the reasons for the abstention" pursuant to N.C.G.S. § 163A-216(b). This form will be treated as a public record unless an exemption applies.

 _____
Signature Date March 3, 2020

² "A direct pecuniary gain or loss" to the board member or a person or entity with which the board member is associated N.C.G.S. § 163A-152(30). "With which associated" includes the board member's employer; members of Extended Family; employers of Immediate Family; the board member as a director, officer, partner or similar position (irrespective of compensation received); an entity in which the board member has a financial interest (lesser of \$10K or 5% interest); or non-profit organization where the board member or an immediate family member is on the board of directors or a corporate officer.

³ An association conflict can include the board member's employer; members of extended family; employers of immediate family; the board member as a director, officer, partner or similar position (irrespective of compensation received); or in which the board member has a financial interest (lesser of \$10K or 5% interest); or non-profit organization on which the board member or an immediate family member serve on the board of directors or as a corporate officer;

⁴ "Immediate family" is defined as "an unemancipated child of the covered person residing in the household and the covered person's spouse, if not legally separated. A member of a covered person's extended family shall also be considered a member of the immediate family if actually residing in the covered person's household." [N.C.G.S. § 163A-152(40)]

⁵ Extended family" is defined as a "spouse, lineal descendant, lineal ascendant, sibling, spouse's lineal descendant, spouse's lineal ascendant, spouse's sibling, and the spouse of any of these individuals." [N.C.G.S. § 163A-152(25)]

DST Reference: OST-PRO-1002-MUL
Title: Boards and Commissions Administration Procedure
Chapter: Administration
Current Effective Date: May 16, 2019