

The Board of Commissioners for the County of Wake, North Carolina met in a regular meeting in the Board Room of the Wake County Justice Center, Room 2700, 301 South McDowell Street in Raleigh, North Carolina, the regular place of meeting, at 2:00 p.m. on June 18, 2018.

Present: _____

Absent: _____

Also present: Scott Warren, County Attorney; Denise Hogan, Clerk to the Board; Finance Director; Emily Lucas, Deputy Finance Director; Todd Taylor, Debt Manager; _____

* * * * *

_____ introduced the following resolution, copies of which had been distributed to each Commissioner:

RESOLUTION MAKING CERTAIN FINDINGS AND DETERMINATIONS REGARDING THE FINANCING OF THE CONSTRUCTION AND EQUIPPING OF CERTAIN PUBLIC SCHOOL AND COMMUNITY COLLEGE FACILITIES PURSUANT TO AN INSTALLMENT FINANCING AGREEMENT; CALLING A PUBLIC HEARING ON THE AGREEMENT AND THE TRANSFER OF CERTAIN SCHOOL PROPERTY TO THE COUNTY; AND REQUESTING THE LOCAL GOVERNMENT COMMISSION TO APPROVE THE FINANCING ARRANGEMENT

WHEREAS, the Wake County Board of Education (the “School Board”) is the local school administrative unit for the public school system located in the County of Wake, North Carolina (the “County”), and the School Board has advised the County that there is a need for additional new public school facilities in the County and for renovation, rehabilitation and improvement of existing school facilities in the County, all to serve the citizens of the County, including, but not limited to, renovation and equipping of East Wake Middle School, Fuquay-Varina High School, Northridge Elementary School, Conn Elementary School, Wiley Elementary School and Stough Elementary School, construction and equipping of Southlakes Elementary School and Parkside Elementary School, the acquisition and installation technology devices and infrastructure, and property acquisition in connection with such facilities and for other school purposes;

WHEREAS, Wake Technical Community College (“Wake Tech”) provides community college education in the County, and Wake Tech has advised the County that there is a need for

additional new community college facilities in the County and for renovation, rehabilitation and improvement of existing community college facilities in the County, all to serve the citizens of the County, including, but not limited to, construction and equipping of a new classroom building on the RTP campus, construction and equipping of a Facilities Management and Warehouse building on the Main Campus, design and construction of an Advanced Industries building on the main campus, and the acquisition and installation of technology equipment (the public school improvements referred to above and the community college improvements referred to in this paragraph are herein referred to as the “Project”);

WHEREAS, the County is considering entering into an installment financing agreement (the “Agreement”) pursuant to G.S. 160A-20 with a financial institution to be selected by the County pursuant to a request for proposals process (the “Lender”) for the purpose of providing funds from time to time in an amount not to exceed \$385,000,000 for financing the costs of the Project, such amount to be repaid with interest thereon; and

WHEREAS, in order to secure the payment obligations of the County to the Lender in connection with the Agreement, the School Board will convey the sites of Parkside Elementary School, East Wake Middle School and Fuquay-Varina High School, three of the public schools included in the Project (the “Sites”), to the County pursuant to G.S. 153A-158.1 and thereafter the County will convey to the Lender a Deed of Trust on the Sites (and the improvements to be located thereon, including the schools located or to be located thereon);

WHEREAS, pursuant to G.S. 153A-158.1 a public hearing must be conducted on the proposed conveyance of the Sites by the School Board to the County;

WHEREAS, in accordance with Section 160A-20(g) of the North Carolina General Statutes, the County is required to hold a public hearing on the Agreement; and

WHEREAS, findings of fact by this governing body must be presented to enable the North Carolina Local Government Commission to make its findings prior to approval of the proposed Agreement;

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners (the “Board”) for the County as follows:

Section 1. The Board does hereby find and determine as follows:

(a) The proposed Agreement is necessary or expedient because it will result in much needed improvements to the public school facilities and community college facilities within the County.

(b) The proposed Agreement is preferable to a bond issue because (i) the County does not have the constitutional authority to issue non-voted general obligation bonds pursuant to Article V, Section 4 of the North Carolina Constitution because the County has not retired a sufficient amount of debt in the preceding fiscal year to issue a sufficient amount of general obligation bonds for the Project without an election; and (ii) there can be no assurances that the

Project will be approved by the voters and the necessity of the Project dictates that the Project be financed by a method that assures that the Project will be constructed in an expedient manner.

(c) The sums to fall due under the Agreement are adequate and not excessive for the proposed purpose.

(d) The County's debt management procedures and policies are good because all debt management practices have been made in accordance with State law.

(e) The increases in taxes, if any, necessary to meet the sums to fall due under the Agreement will not be excessive.

(f) The County is not in default in any of its debt service obligations.

Section 2. The Board hereby authorizes and approves the filing of an application with the Local Government Commission for approval of the Agreement and requests the Local Government Commission to approve of the Agreement and the proposed financing in connection therewith.

Section 3. The Board hereby fixes 2:00 p.m. on July 23, 2018 in the Commissioners' Meeting Room in the Wake County Justice Center located at 301 South McDowell Street in Raleigh, North Carolina, Room 2700 as the hour, day and place for a public hearing on (a) the proposed Agreement and (b) the acquisition of the Sites by the County.

Section 4. The Board hereby directs the Clerk to the Board to publish notice of such public hearing once in The News and Observer not later than the 10th day before said date.

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

Upon motion of Commissioner _____, seconded by Commissioner _____, the foregoing resolution was adopted by the following vote:

Ayes: _____

Noes: _____

* * * * *

I, Denise Hogan, Clerk to the Board of Commissioners for the County of Wake, North Carolina, DO HEREBY CERTIFY that the foregoing is a true copy of such much of the proceedings of said Board, at a regular meeting held on June 18, 2018, as it relates in any way to

the passage of the foregoing resolutions and that said proceedings are recorded in the minutes of said Board.

I DO HEREBY FURTHER CERTIFY that proper notice of such regular meeting was given as required by North Carolina law.

WITNESS my hand and official seal of said County this 18th day of June, 2018.

Clerk to the Board of Commissioners

[SEAL]