



Town of Holly Springs

Town Council Meeting Agenda Cover Sheet

Agenda Item #: 8k

Meeting Date: December 18, 2018

Agenda Placement: Consent

(Recognitions (awards, proclamations), Requests & Communications (reports, information presentations), Public Hearings, Consent Agenda, Unfinished Business, New Business, Closed Session or Agenda Addition)

Subject Title: Resolution 18-52 Certifying and Approving Results of Bond Referendum & Authorization to Publish Statement of Results & Resolution 18-53 authorizing the Town to reimburse itself in the future from bond issue proceeds

Staff Resource(s): Tina Stroupe
Tina.stroupe@hollyspringsnc.us
919-557-3913

Presenter: None

Action(s):

- Adopt Resolution 18-52 certifying and approving the results of the Bond Referendum held on November 6, 2018 and authorization to publish statement of results.
- Adopt Resolution 18-53 authorizing the Town to reimburse itself in the future, if necessary, from bond issue proceeds.

Explanation:

- The Wake County Board of Elections has certified the following results of the bond referendum held in and for the Town of Holly Springs, North Carolina, on November 6, 2018, as follows:

Yes 8,494

No 5,667

Appearing that a majority of voters voting in the bond referendum called for such purposes have approved the issuance of bonds, on the question,

Shall the order authorizing Town of Holly Springs general obligation bonds in the maximum amount of \$40,000,000 plus interest to pay capital costs of providing transportation improvements and paying related costs, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the bonds, as that bond order was adopted by the Town Council on August 7, 2018, be approved?

Background:

- The Town Council by resolution adopted on May 15, 2018 stated its proposal to issue general obligation bonds to pay capital costs of providing transportation improvements. The Local Government Commission accepted and approved the Town's application for the proposed bonds and a bond referendum was held on the November 6, 2018 election.

Funding Source(s):

n/a

Resolution No.: 18-52

**RESOLUTION CERTIFYING AND
APPROVING RESULTS OF BOND REFERENDUM**

WHEREAS, the Wake County Board of Elections has certified the following results of the bond referendum held in and for the Town of Holly Springs, North Carolina, on November 6, 2018, as follows:

On the question,

Shall the order authorizing Town of Holly Springs general obligation bonds in the maximum amount of \$40,000,000 plus interest to pay capital costs of providing transportation improvements and paying related costs, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the bonds, as that bond order was adopted by the Town Council on August 7, 2018, be approved?

YES 8,494

NO 5,667

and it therefore appearing that a majority of voters voting in the bond referendum called for such purposes have approved the issuance of such bonds,

BE IT THEREFORE RESOLVED by the Town Council of the Town of Holly Springs, North Carolina, that the Town Council certifies and approves the results and declares the issuance of the bonds to be authorized; and,

BE IT FURTHER RESOLVED that the Town Clerk is authorized and directed to publish promptly a statement of the results in the form prescribed by law.

**STATEMENT OF RESULTS OF
TOWN OF HOLLY SPRINGS TRANSPORTATION BOND REFERENDUM**

The Wake County Board of Elections has certified the following results of the bond referendum held on November 6, 2018 in and for the Town of Holly Springs, North Carolina, as follows:

On the question,

Shall the order authorizing Town of Holly Springs general obligation bonds in the maximum amount of \$40,000,000 plus interest to pay capital costs of providing transportation improvements and paying related costs, and providing that additional taxes may be levied in an amount sufficient to pay the principal of and interest on the bonds, as that bond order was adopted by the Town Council on August 7, 2018, be approved?

YES 8,494

NO 5,667

The Town of Holly Springs Town Council has certified and approved such results and declared the issuance of such bonds to have been authorized.

Any action or proceeding challenging the regularity or validity of any of these bond referenda must be begun within thirty days after [fill in publication date], which is the date of this publication.

By order of the Town Council.

ATTEST:

Dick Sears, Mayor

Linda R. Harper, NCCMC
Deputy Town Clerk

Resolution No.: 18-53

**Reimbursement Resolution for Transportation Projects --
Authorizing the Town to Reimburse itself for Early Project
Expenditures from Later Financing Proceeds**

WHEREAS -- The Town intends to undertake a Project (as described below), use its own funds to pay initial Project costs, and then reimburse itself from financing proceeds for these early expenditures. The Finance Officer has advised the Council that it should adopt this resolution to document the Town's plans for reimbursement, in order to comply with certain federal tax rules relating to reimbursement from financing proceeds.

BE IT RESOLVED by the Town Council of the Town of Holly Springs, North Carolina, as follows:

1. The Project is transportation improvements, especially improvements to streets and roads and related improvements.
2. The Town intends to advance funds for initial Project costs, and then reimburse itself from financing proceeds. The expected primary type of financing for the Project (which is subject to change) is the Town's \$40,000,000 general obligation bonds recently approved by the Town's voters.
3. Funds for the early Project expenditures may come from the Town's General Fund, or any specified enterprise fund.
4. The Town intends for the adoption of this resolution to be a declaration of the Town's official intent to reimburse itself from financing proceeds for Project cost expenditures.

ATTEST:

Dick Sears, Mayor

Linda R. Harper, NCCMC
Deputy Town Clerk