The Board of Commissioners of the County of Polk, North Carolina met in a regular meeting in the Bryant H. Womack Justice and Administration Building located at 40 Courthouse Street in Columbus, North Carolina, the regular place of meeting, at 5:00 p.m. on July 20, 2026.

Present: Chairman Myron Yoder, presiding, and Commissioners

Absent: Commissioners

Also present: Kennedy Freeman, Clerk to the Board of Commissioners; _____

* * * * *

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

RESOLUTION CALLING A PUBLIC HEARING REGARDING AN INSTALLMENT FINANCING AGREEMENT TO FINANCE A NEW COMMUNITY CENTER AND USE THE CENTER AS SECURITY FOR THE COUNTY'S OBLIGATIONS UNDER THE AGREEMENT; AND DECLARING THE COUNTY'S INTENT TO REIMBURSE CERTAIN EXPENDITURES FROM FUNDS BORROWED UNDER THE AGREEMENT

Section 1. The Board of Commissioners (the "Board") for the County of Polk ("County") does hereby find and determine as follows:

(a) The Board has determined to consider the acquisition, construction and equipping of a new Community Center (the "Project") to serve the citizens of the County, such Project to be acquired, constructed and equipped in partnership with the YMCA.

(b) The County is considering entering into an installment financing agreement with a financial institution to be determined (the "Agreement") pursuant to G.S. 160A-20 for the purpose of providing funds in an amount not to exceed $12,000,000 for financing the costs of the Project, to be repaid with interest thereon.

(c) Under the plan of finance for the Project, in order to secure the payment obligations of the County in connection with the financing arrangements under the Agreement, the County will grant a deed of trust on the site on which the Project will be located.

(d) In accordance with Sections 160A-20(g) of the North Carolina General Statutes, a public hearing on the Agreement and the granting of a deed of trust thereon is required.

(e) Section 1.150-2 of the Federal Treasury Regulations (the "Reimbursement Regulations") prescribes procedures regarding the reimbursement of certain expenditures by or on behalf of the County from the proceeds of tax-exempt bonds or other obligations issued after the expenditures, including, without limitation, a requirement that the County declare its official intent to reimburse the expenditures with proceeds of the tax-exempt debt prior to, or within sixty (60) days of, payment of the expenditures to be reimbursed; and the County or the School Board intends to advance their own funds in order to pay certain capital costs (the "Original Expenditures") relating to the Project.

Section 2. The Board hereby fixes 5:00 p.m. on August 17, 2026 in the Bryant H. Womack Justice and Administration Building located at 40 Courthouse Street in Columbus, North Carolina, the regular place of meeting, as the hour, day and place for a public hearing on (a) the proposed Agreement and (b) the granting of a deed of trust to secure the County's obligations under the Agreement. The Board hereby directs the Clerk to the Board to publish notice of such public hearing once in the The Tryon Daily Bulletin not later than the 10th day before said date.

Section 3. The Board hereby declares the following:

(a) The County reasonably expects to reimburse itself for the Original Expenditures from the proceeds of debt to be incurred by the County under the Agreement.

(b) $12,000,000 is the maximum principal amount of debt expected to be incurred for the purpose of paying the costs of the Project.

(c) This declaration of official intent is made pursuant to Section 1.150-2 of the Treasury Regulations to expressly declare the official intent of the County to reimburse itself from the proceeds of debt to be hereinafter incurred by the County for certain expenditures paid by the County on or after the date which is sixty (60) days prior to the date hereof.

(e) The funds heretofore advanced or to be advanced by the County to pay the Original Expenditures are or will be available only on a temporary basis, and do not consist of funds that were otherwise earmarked or intended to be used by the County to permanently finance the Original Expenditures.

(f) All Original Expenditures to be reimbursed by the County were paid no more than sixty (60) days prior to, or will be paid on or after the date of, this declaration of official intent, except with respect to certain amounts incurred before such 60-day period not exceeding 20% of the issue price of the proceeds of the debt to be hereinafter incurred which are expended for "preliminary expenditures" within the meaning of Section 1.150-2 of the Treasury Regulations (the "Preliminary Expenditures"). The County understands that, except for the Preliminary Expenditures, such reimbursement must occur not later than eighteen (18) months after the later of (a) the date the Original Expenditures were paid and (b) the date the Project is placed in service or abandoned, but in no event more than three (3) years after the Original Expenditures were paid.

Section 5. This resolution shall take effect upon its adoption.

Upon motion of Commissioner _____, the foregoing resolution entitled "RESOLUTION CALLING A PUBLIC HEARING REGARDING AN INSTALLMENT FINANCING AGREEMENT TO FINANCE A NEW COMMUNITY CENTER AND USE THE CENTER AS SECURITY FOR THE COUNTY'S OBLIGATIONS UNDER THE AGREEMENT; AND DECLARING THE COUNTY'S INTENT TO REIMBURSE CERTAIN EXPENDITURES FROM FUNDS BORROWED UNDER THE AGREEMENT" was adopted by the following vote:

Ayes:_____

_____

Noes:_____

_____

* * * * * *

I, Kennedy Freeman, Clerk to the Board of Commissioners of the County of Polk, North Carolina, DO HEREBY CERTIFY that the foregoing is a true copy of so much of the proceedings of the Board of Commissioners of said County at a regular meeting held on July 20, 2026 as it relates in any way to the adoption of the foregoing resolution and that said proceedings are to be recorded in the minutes of said Board of Commissioners.

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 20th day of July, 2026.

_____
Clerk to the Board of Commissioners

[SEAL]