TOWN OF BLACK MOUNTAIN, NORTH CAROLINA
RESOLUTION TO APPLY FOR DRINKING WATER STATE REVOLVING FUND (SRF) FUNDING FOR DRILLING OF WELLS

Resolution #: R-25-41

WHEREAS, The Town of Black Mountain has need for and intends to construct, plan for, or conduct a study in a project described as the drilling new wells to connect to the Town's water system in an attempt to prevent interruption in the event of a flood or natural disaster, and enhance resiliency; and

WHEREAS, The Town of Black Mountain intends to request State Revolving Loan Funds with 100% principal forgiveness for the project at an estimated amount of $2,500,000.

NOW THEREFORE BE IT RESOLVED, BY THE TOWN COUNCIL OF THE TOWN OF BLACK MOUNTAIN:

1. That the Town of Black Mountain, the **Applicant**, will arrange financing for all remaining costs of the project, if approved for a State loan and/or grant award.

2. That the **Applicant** will provide for efficient operation and maintenance of the project on completion of construction thereof.

3. That the **Applicant** will adopt and place into effect on or before completion of the project a schedule of fees and charges and other available funds which will provide adequate funds for proper operation, maintenance, and administration of the system and the repayment of all principal and interest on the debt.

4. That the governing body of the **Applicant** agrees to include in the loan agreement a provision authorizing the State Treasurer, upon failure of the Town of Black Mountain to make a scheduled repayment of the loan, to withhold from the Town of Black Mountain any State funds that would otherwise be distributed to the local government unit in an amount sufficient to pay all sums then due and payable to the State as a repayment of the loan.

5. That Josh Harrold, Town Manager; and Jessica Trotman, Assistant Town Manager, the **Authorized Representative** and successors so titled, is hereby authorized to execute and file an application on behalf of the **Applicant** with the State of North Carolina for a loan and/or grant to aid in the study of or construction of the project described above, at an estimated amount of $2,500,000.

6. That the **Authorized Representative**, and successors so titled, is hereby authorized and directed to furnish such information as the appropriate State agency may request in connection with such application or the project: to make the assurances as contained above; and to execute such other documents as may be required in connection with the

application.

7. That the **Applicant** has substantially complied or will substantially comply with all Federal, State, and local laws, rules, regulations, ordinances, and funding conditions applicable to the project and to Federal and State grants and loans pertaining thereto.

Adopted this the 11th day of August 2025 at Black Mountain, North Carolina.

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C. Michael Sobol, Mayor

ATTEST:

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Wesley M. Barker, Town Clerk