



## REQUEST FOR BOARD ACTION

ITEM NO. 8.

**DATE OF MEETING:** November 18, 2013

**REQUESTED BY:** Michael G. Mack, Utilities Director

**SHORT TITLE:** Resolution Authorizing Execution of Reimbursement Resolutions for Moores Creek Water and Sewer District and Central Pender Water and Sewer District Water Distribution Projects.

**BACKGROUND:** On November 7, 2006, the voters within the Moores Creek and Central Pender Water and Sewer Districts approved the Districts to issue General Obligation Water Bonds for the extension of public water distribution lines into their Districts. The Moores Creek District voters approved the issuance of GO Water Bonds in the maximum amount of \$45,000,000 and the Central Pender District voter approved the issuance in the maximum amount of \$27,000,000. Pender County Utilities now intends to design, permit, and construct the Moores Creek WSD and Central Pender WSD Water Distribution projects before the expiration of the GO Bond approvals in November 2016. These projects may include water distribution mains, elevated water storage tanks, and water booster pump stations.

The County intends to advance funds for the costs of these improvements and then reimburse itself from the proceeds of a later financing. The funds to be reimbursed from financing proceeds may be expended from the General Fund or Water and Sewer Enterprise Fund. The expected primary type of financing for this project is USDA-RD General Obligation Water Bonds.

The maximum amount of GO bonds to be issued for both the projects including allowances for reserves and financing costs is \$72,000,000.

**SPECIFIC ACTION REQUESTED:** To consider and authorize the execution of the Reimbursement Resolutions for the Moores Creek Water and Sewer District and the Central Pender Water and Sewer District water infrastructure improvements projects.

**COUNTY MANAGER'S RECOMMENDATION**

Respectfully recommend approval.

  
Initial

**RESOLUTION**

**NOW, THEREFORE BE IT RESOLVED** by the Pender County Board of Commissioners that:

the approval and execution of the Reimbursement Resolutions for the Moores Creek Water and Sewer District and the Central Pender Water and Sewer District water infrastructure improvement projects are hereby authorized.

The Chairman/County Manager is authorized to execute any document necessary to implement this resolution.

**AMENDMENTS:**

MOVED \_\_\_\_\_ SECONDED \_\_\_\_\_

APPROVED \_\_\_\_\_ DENIED \_\_\_\_\_ UNANIMOUS

YEA VOTES: Brown \_\_\_ McCoy \_\_\_ Tate \_\_\_ Ward \_\_\_ Williams \_\_\_

\_\_\_\_\_  
George R. Brown, Chairman      11/18/13  
Date

\_\_\_\_\_  
ATTEST      11/18/13  
Date

**Reimbursement Resolution for Moores Creek Water and Sewer District  
Water Infrastructure Improvement Project**

WHEREAS, the County Manager and Finance Officer have advised the Board of the desirability of adopting a resolution, as provided under federal tax law, to facilitate the County's using proceeds of taxable and tax-exempt financing to restore the County's funds when the County makes capital expenditures prior to closing on a financing for the same project.

BE IT RESOLVED by the Pender County Board of Commissioners, North Carolina, as follows:

Section 1. The Project is infrastructure improvements within the Moores Creek Water and Sewer District to include, but not be limited to, water distribution mains, elevated water storage tanks, and water booster pump stations.

Section 2. The County intends to finance the project. The expected type of financing (subject to change) is USDA-RD General Obligation Water Bonds, but may be supplemented by County General Funds or other forms of financing. The expected maximum amount of bonds or other financial obligations to be issued or contracted for the project is \$45,000,000.

Section 3. The County intends that funds that have been advanced, or may be advanced, from the County's General Fund or any enterprise fund for project costs will be reimbursed from the financing proceeds.

Section 4. The County intends that the adoption of this resolution will be a declaration of the County's official intent to reimburse project expenditures from financing proceeds.

I certify that the foregoing resolution was duly adopted at a meeting of the Board of Commissioners of Pender County, North Carolina, duly called and held on November 18, 2013, and that a quorum was present and acting throughout such meeting. Such resolution remains in full effect as of today.

Dated this 18<sup>th</sup> day of November, 2013.

[SEAL]

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Clerk, Board of Commissioners  
Pender County, North Carolina

**Reimbursement Resolution for Central Pender Water and Sewer District  
Water Infrastructure Improvement Project**

WHEREAS, the County Manager and Finance Officer have advised the Board of the desirability of adopting a resolution, as provided under federal tax law, to facilitate the County's using proceeds of taxable and tax-exempt financing to restore the County's funds when the County makes capital expenditures prior to closing on a financing for the same project.

BE IT RESOLVED by the Pender County Board of Commissioners, North Carolina, as follows:

Section 1. The Project is infrastructure improvements within the Central Pender Water and Sewer District to include, but not be limited to, water distribution mains, elevated water storage tanks, and water booster pump stations.

Section 2. The County intends to finance the project. The expected type of financing (subject to change) is USDA-RD General Obligation Water Bonds, but may be supplemented by County General Funds or other forms of financing. The expected maximum amount of bonds or other financial obligations to be issued or contracted for the project is \$27,000,000.

Section 3. The County intends that funds that have been advanced, or may be advanced, from the County's General Fund or any enterprise fund for project costs will be reimbursed from the financing proceeds.

Section 4. The County intends that the adoption of this resolution will be a declaration of the County's official intent to reimburse project expenditures from financing proceeds.

I certify that the foregoing resolution was duly adopted at a meeting of the Board of Commissioners of Pender County, North Carolina, duly called and held on November 18, 2013, and that a quorum was present and acting throughout such meeting. Such resolution remains in full effect as of today.

Dated this 18<sup>th</sup> day of November, 2013.

[SEAL]

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Clerk, Board of Commissioners  
Pender County, North Carolina