

Extract of Minutes of a regular meeting of the Board of Commissioners the Town of Bunn, North Carolina held in the Conference Room of the Bunn Branch of the Franklin County Library, Bunn, North Carolina, at 7:00 p.m. on March 7, 2011.

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The following Commissioners were present: Mayor Marsha Strawbridge, Commissioners Margie Winstead, Charlene Clay, Robert Hartsfield, and Don Mitchell

The following Commissioners were absent: None

Also present: Judy M. Jeffreys, Rickie Jeffreys, Tim Pippin, Kimberly Files, Kent Winstead, Carey Johnson, Joel Walker, Lisa Walker, Linda Pippin, Fredrick Hartsfield, Rebecca Joyner

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Commissioner Winstead moved that the following resolution (the "*Resolution*"), a copy of which was available with the Board of Commissioners and which was read by title:

**RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE TOWN OF BUNN, NORTH CAROLINA, DIRECTING THE APPLICATION TO THE LOCAL GOVERNMENT COMMISSION FOR APPROVAL OF WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS; MAKING CERTAIN FINDINGS OF FACT; AND REQUESTING LOCAL GOVERNMENT COMMISSION APPROVAL OF THE TOWN'S WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS**

*WHEREAS*, the Board of Commissioners (the "*Board*") of the Town of Bunn, North Carolina (the "*Town*") hereby determines that it is necessary to improve its water and sewer system (the "*System*"); and

*WHEREAS*, the Board is considering the issuance of up to \$927,000 Town of Bunn, North Carolina Water and Sewer Revenue Bond Anticipation Notes (the "*Notes*") to finance expansion of the Town's wastewater treatment plant (the "*Project*") and has received a commitment from the United States Department of Agriculture ("*USDA*") to provide long-term financing for the Project upon completion of construction, at which time the Town will issue Water and Sewer Revenue Bonds (the "*Bonds*") to refund the Notes; and

*WHEREAS*, the Board wishes to retain Parker Poe Adams & Bernstein LLP of Raleigh, North Carolina, as bond counsel; and

*WHEREAS*, the Board desires that the Finance Officer of the Town file with the Local Government Commission of North Carolina (the "*Commission*") an application for its approval of the Notes and the Bonds, on a form prescribed by the Commission, and (1) request in such application that the Commission approve (A) the sale of the Notes through a competitive sale, (B) the sale of the Bonds to USDA upon completion of construction and (C) the Town's use of Parker Poe Adams & Bernstein LLP, as bond counsel for the Town and (2) state in such application such facts and to attach thereto such exhibits in regard to the Notes and the Bonds and to the Town and its financial condition, as may be required by the Commission, and to take all other action necessary to the issuance of the Notes and the Bonds; and

***NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE TOWN OF BUNN, NORTH CAROLINA, AS FOLLOWS:***

*Section 1.* That the Notes and the Bonds are to be issued by the Town for the purpose of providing funds to finance the Project and to pay the costs of issuing the Notes and the Bonds, all as set out fully in the documents attached to the Town's application to the Commission.

*Section 2.* That Parker Poe Adams & Bernstein LLP is hereby retained to serve as bond counsel.

*Section 3.* That the Finance Officer of the Town with advice from bond counsel, is hereby authorized, directed and designated to file an application with the Commission for its approval of the issuance of the Notes and the Bonds.

*Section 4.* That the Board finds and determines, and asks the Commission to find and determine, from the Town's application and supporting documentation the following:

- (a) that the issuance of the Notes and, subsequently, the Bonds is necessary or expedient;
- (b) that the stated principal amount of the Notes and the Bonds will be sufficient but

is not excessive, when added to other moneys available to the System, for the proposed Project;

- (c) that the Project is feasible;
- (d) that the Town's debt management procedure and policies are excellent; and
- (e) that the Notes and the Bonds can be marketed at a reasonable interest cost to the Town.

*Section 5.* That the Mayor, the Town Manager and the Finance Officer of the Town are hereby authorized to do any and all other things necessary to complete the steps necessary for the issuance of the Notes and the Bonds.

*Section 6.* That this Resolution is effective on the date of its adoption.

On motion of Commissioner Winstead, the foregoing resolution entitled "RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE TOWN OF BUNN, NORTH CAROLINA, DIRECTING THE APPLICATION TO THE LOCAL GOVERNMENT COMMISSION FOR APPROVAL OF WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS; MAKING CERTAIN FINDINGS OF FACT; AND REQUESTING LOCAL GOVERNMENT COMMISSION APPROVAL OF THE TOWN'S WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS" was duly adopted by the following vote:

AYES: Commissioners Winstead, Hartsfield, Clay, Mitchell

NAYS: None

Marsha W. Strawbridge  
Mayor Marsha W. Strawbridge

3-7-11

Date



STATE OF NORTH CAROLINA

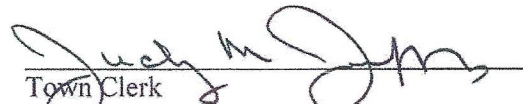
TOWN OF BUNN

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I, **JUDY M. JEFFREYS**, Town Clerk of the Town of Bunn, North Carolina, ***DO HEREBY CERTIFY*** that the foregoing is a true and exact copy of a resolution entitled "**RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE TOWN OF BUNN, NORTH CAROLINA, DIRECTING THE APPLICATION TO THE LOCAL GOVERNMENT COMMISSION FOR APPROVAL OF WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS; MAKING CERTAIN FINDINGS OF FACT; AND REQUESTING LOCAL GOVERNMENT COMMISSION APPROVAL OF THE TOWN'S WATER AND SEWER REVENUE BOND ANTICIPATION NOTES AND SUBSEQUENT WATER AND SEWER REVENUE BONDS**" adopted by the Board of Commissioners of the Town of Bunn, North Carolina, at a meeting held on the 7<sup>th</sup> day of March, 2011.

***WITNESS*** my hand and the corporate seal of the Town of Bunn, North Carolina, this the 7<sup>th</sup> day of March, 2011.

  
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Town Clerk  
Town of Bunn, North Carolina