



Gaston County

Gaston County
Board of Commissioners
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County Attorney

Board Action

File #: 17-290

Board of Commissioners - County Attorney - Resolution Relating to the Issuance of General Obligation School Bonds

STAFF CONTACT

Charles Moore - County Attorney - 704-866-3194

BUDGET IMPACT

See attachment

BUDGET ORDINANCE IMPACT

Increase Board of Education budget.

BACKGROUND

The Commissioners have agreed to finance the purchase of property to replace the Belmont Middle School. The G.O. Bonds authorized by this Board Action and Resolution will provide funds to reimburse the County for purchase money for the property and also provide funds for the design of the facility.

POLICY IMPACT

N/A

ATTACHMENTS

Resolution

DO NOT TYPE BELOW THIS LINE

I, Donna S. Buff, Clerk to the County Commission, do hereby certify that the above is a true and correct copy of action taken by the Board of Commissioners as follows:

NO.	DATE	M1	M2	Brown	Fraley	Grant	Hovis	Keigher	Philbeck	Mooney	Vote
2017-203	08/22/2017	TK	BH	A	AB	A	A	A	AB	A	U

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A=AYE, N=NAY, AB=ABSENT, ABS=ABSTAIN, U=UNANIMOUS

A regular meeting of the Board of Commissioners for the County of Gaston, North Carolina, was held in The Harley B. Gaston Public Forum in the Gaston County Courthouse located at 325 Dr. Martin Luther King, Jr. Way, in Gastonia, North Carolina, the regular place of meeting, at 6:00 P.M., on August 22, 2017.

Present: Chairman Chad Brown, presiding, and Commissioners Ronnie Worley,
Don Grant, Bob Hovis and Tom Keigher

Absent: Commissioners Allen R. Fraley and Tracy L. Philbeck

* * * * *

Commissioner Brown introduced the following resolution, a copy of which had been made available to each Commissioner:

RESOLUTION RELATING TO THE ISSUANCE OF
GENERAL OBLIGATION SCHOOL BONDS

BE IT RESOLVED by the Board of Commissioners for the County of Gaston, North Carolina:

Section 1. Said Board of Commissioners (the "Board of Commissioners") has determined and does hereby find and declare:

(a) That an order authorizing not exceeding \$175,000,000 School Bonds of said County (the "County") was adopted by the Board of Commissioners on August 7, 2007, which order was approved by the vote of a majority of the qualified voters of the County who voted thereon at a referendum duly called and held on November 6, 2007.

(b) That the Board of Commissioners adopted on April 22, 2014 an order extending the maximum period for issuing said School Bonds to November 6, 2017, which order has taken effect.

(c) That \$130,025,000 of said School Bonds have been issued; that no notes have been issued in anticipation of the receipt of the proceeds of the sale of the balance of said School Bonds; and that it is necessary to issue at this time a portion of the balance of said School Bonds in the amount of \$6,000,000.

(d) That the County desires to sell said School Bonds to be issued (the "Bonds") at private sale and caused a Request for Proposal, dated July 12, 2017 (the "Request for Proposal") to be distributed to various financial institutions requesting such institutions to submit their proposals for the purchase of the Bonds.

(e) That the County received 10 proposals for the purchase of the Bonds pursuant to the Request for Proposals and it appears that, among such proposals, the proposal from Key Government Finance, Inc., dated August 3, 2017, for the purchase of the Bonds with a final maturity date of August 1, 2027 (the "Proposal") is the most appropriate for the County.

Section 2. Pursuant to said orders and the Proposal, the County desires to issue the Bonds as a single bond registered in the name of Key Government Finance, Inc., as the purchaser thereof, in the principal amount of \$6,000,000, designated "General Obligation School Bond, Series 2017", dated the date of delivery thereof, stated to mature in annual installments of principal of \$600,000 on August 1, 2018 to 2027, inclusive, and bearing interest at the rate of two and one hundred three thousandths per centum (2.103%) per annum, which interest is payable on February 1 and August 1 of each year, commencing on February 1, 2018 (the "Bond").

Section 3. The Local Government Commission of North Carolina (the "Local Government Commission") is hereby requested to sell the Bond at private sale without

advertisement to any purchaser or purchasers thereof, at such prices as the Local Government Commission determines to be in the best interest of the County, subject to the approval of the County Manager or the Finance Director of the County; provided that the Bond is sold at a purchase price of not less than ninety-eight percent (98%) of the face value of the Bond plus one hundred percent (100%) of any interest accrued thereon from the date thereof to the date of delivery and payment therefor and, further, that the interest rate of the Bond does not exceed two and one hundred three thousandths per centum (2.103%) per annum.

Section 4. The Proposal, substantially in the form presented to the Board of Commissioners and subject to the provisions of Section 3 of this resolution, is hereby approved. The County Manager or the Finance Director of the County is each hereby authorized to approve the purchase price of the Bond in connection with the private sale of the Bond. The County Manager or the Finance Director of the County is each hereby further authorized to approve such changes to the Proposal as either may deem necessary or appropriate and to execute and deliver the Proposal for and on behalf of the Board of Commissioners and the County.

Section 5. The County Manager, the Finance Director and the County Attorney of the County and their designees are hereby authorized and directed to take such other actions and to execute and deliver such other documents, certificates, undertakings, agreements or other instruments as may be necessary or appropriate to effectuate the issuance of the Bond.

Section 6. This resolution shall take effect upon its passage.

Upon motion of Commissioner Keigher, seconded by Commissioner Hovis, the foregoing resolution entitled: "RESOLUTION RELATING TO THE ISSUANCE OF GENERAL OBLIGATION SCHOOL BONDS" was passed by the following vote:

Ayes: Commissioners Brown, Worley, Grant, Hovis and Keigher

Noes: None

* * * * *

I, Donna S. Buff, Clerk to the Board of Commissioners for the County of Gaston, North Carolina, DO HEREBY CERTIFY that the foregoing has been carefully copied from the actually recorded minutes of said Board at a regular meeting held on August 22, 2017, the record having been made in Minute Book _____ of the minutes of said Board, beginning at page _____ and ending at page _____, and is a true copy of so much of said minutes as relates in any way to the matters described therein.

I HEREBY FURTHER CERTIFY that notice of said meeting was duly given in accordance with G.S. §143-318.12.

WITNESS my hand and the corporate seal of said County, this 22nd day of August 2017.


Clerk to the Board of Commissioners

