

**NORTH CAROLINA DEPARTMENT OF STATE TREASURER
LOCAL GOVERNMENT COMMISSION**

MINUTES

September 1, 2026

The meeting was called to order by Chairman Bradford B. Briner at 1:30 p.m. on the above date. The meeting was conducted in person and by use of simultaneous communication on the Zoom™ platform. Members present in person: State Treasurer Briner, State Auditor Dave Boliek, Secretary of Revenue McKinley Wooten, Michael Brown, Scott Hughes, Tracey Johnson, William McBrayer, and Thomas Stith. Members present virtually: Nancy Hoffmann.

Members absent: None.

A quorum was present for the entire meeting.

DST participants present in person: Denise Canada, Jennifer Wimmer, Kendra Boyle, Laura Rowe, and Cindy Aiken. Others attending in person: DST staff: Cara Bridges.

Treasurer Briner welcomed new member William McBrayer.

Commission Secretary Denise Canada read a Resolution of Appreciation for outgoing Commission member Secretary of State Elaine Marshall. Chair Briner made a motion to adopt the following resolution:

See **EXHIBIT 1**: “*Resolution of Appreciation for the Honorable Elaine F. Marshall.*”

Mr. Stith seconded the motion which passed by unanimous vote.

Chair Briner turned the meeting over to Commission Secretary Canada who asked those members present if they had any actual or potential conflict of interest regarding the matters on the agenda. Mr. Brown reported a conflict of interest and recused himself from the Carolina Beach matter. Secretary Wooten stated he would abstain from votes to direct the withholding of sales tax and votes to deny unit appeals related to the sales tax withholding process. Their statements of recusal and abstention are incorporated into these meeting minutes pursuant to the requirements of the State Government Ethics Act.

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Ms. Johnson made a motion to approve the minutes of the August 4, 2026 meeting. Mr. Stith seconded the motion, and the minutes were approved by unanimous vote of 9 – 0.

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BEGIN CONSENT AGENDA

NC MEDICAL CARE COMMISSION – CAROMONT HEALTH

Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE FINANCING TEAM FOR THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (CAROMONT HEALTH), SERIES 2026A AND NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (CAROMONT HEALTH), SERIES 2026B

WHEREAS, the North Carolina Medical Care Commission (the “Medical Care Commission”) has requested that the North Carolina Local Government Commission (the “Commission”) approve the following financing team members for the upcoming issuance by the Medical Care Commission of its North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (CaroMont Health), 2026A (the “2026A Bonds”) and North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (CaroMont Health), Series 2026B (the “2026B Bonds” and, together with the 2026A Bonds, the “Bonds”):

Team Role	Team Member
Bond Counsel:	Womble Bond Dickinson (US) LLP
2026A Underwriters:	Truist Securities, Inc. (Senior Manager) and BofA Securities, Inc. (Co-Manager)
2026B Underwriter:	Truist Securities, Inc.
2026A/2026B Underwriters’ Counsel:	Robinson, Bradshaw & Hinson, P.A.
2026B Letter of Credit Provider:	Truist Bank
2026B Remarketing Agent:	Truist Securities, Inc.
Borrowers’ Counsel:	Hawkins Delafield & Wood LLP
Bond Trustee/Master Trustee:	Truist Bank
Bond Trustee’s/Master Trustee’s Counsel:	Pope Flynn, LLC
Municipal Advisor:	Kaufman, Hall & Associates
Auditor:	Forvis Mazars, LLP

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion of the Commission that the request by the Medical Care Commission should be approved;

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the Bonds.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE SALE AND ISSUANCE OF THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE

FACILITIES REVENUE BONDS (CAROMONT HEALTH), SERIES 2026A AND NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (CAROMONT HEALTH), SERIES 2026B

WHEREAS, the North Carolina Medical Care Commission (the “Medical Care Commission”), pursuant to the provisions of the Health Care Facilities Finance Act, the same being Chapter 131A of the General Statutes of North Carolina, as amended (the “Act”), proposes to authorize the issuance of the (a) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (CaroMont Health), Series 2026A (the “2026A Bonds”), to be issued pursuant to a Trust Agreement, to be dated as of October 1, 2026 (the “2026A Trust Agreement”), between the Medical Care Commission and Truist Bank, as bond trustee (the “2026A Bond Trustee”), and (b) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (CaroMont Health), Series 2026B (the “2026B Bonds” and, together with the 2026A Bonds, the “Bonds”), to be issued pursuant to a Trust Agreement, to be dated as of October 1, 2026 (the “2026B Trust Agreement” and, together with the 2026A Trust Agreement, the “Trust Agreements”), between the Medical Care Commission and Truist Bank, as bond trustee (the “2026B Bond Trustee” and, together with the 2026A Bond Trustee, the “Bond Trustee”), in an aggregate principal amount not to exceed \$350,000,000;

WHEREAS, the Bonds are to be issued by the Medical Care Commission for the purpose of providing funds, together with any other available funds, to (a) refund all or a portion of the outstanding (i) North Carolina Medical Care Commission Hospital Revenue Bonds (CaroMont Health), Series 2003, dated January 23, 2003 (the “2003 Bonds”), (ii) North Carolina Medical Care Commission Hospital Revenue Refunding Bonds (CaroMont Health), Series 2019, dated November 19, 2019 (the “2019 Bonds”), and (iii) North Carolina Medical Care Commission Hospital Revenue Bonds (CaroMont Health), Series 2021B, dated February 10, 2021 (the “2021B Bonds”), (b) pay or reimburse the costs of acquiring, constructing and equipping an approximately 120,000 square-foot cancer center and an adjacent three-level parking deck on the campus of CaroMont Regional Medical Center (the “2026 Project”), (c) pay interest on a portion of the Bonds during the construction of the 2026 Project and (d) pay the fees and expenses incurred in connection with the sale and issuance of the Bonds;

WHEREAS, the proceeds of the 2026A Bonds will be loaned by the Medical Care Commission to CaroMont Health, Inc. (the “Parent Corporation”) and its affiliates, Gaston Memorial Hospital, Incorporated (“GMH”) and CaroMont Health Services, Inc. (“CHS” and, together with the Parent Corporation and GMH, the “Corporations”), pursuant to a Loan Agreement, to be dated as of October 1, 2026 (the “2026A Loan Agreement”), between the Medical Care Commission and the Corporations, and the proceeds of the 2026B Bonds will be loaned by the Medical Care Commission to the Corporations pursuant to a Loan Agreement, to be dated as of October 1, 2026 (the “2026B Loan Agreement” and, together with the 2026A Loan Agreement, the “Loan Agreements”), between the Medical Care Commission and the Corporations;

WHEREAS, pursuant to a Contract of Purchase, to be dated as of the date of delivery thereof (the “2026A Contract of Purchase”), between Truist Securities, Inc. and BofA Securities, Inc. (the “2026A Underwriters”) and the Local Government Commission of North Carolina (the “Commission”), as approved by the Medical Care Commission and the

Corporations, the 2026A Underwriters will offer to purchase the 2026A Bonds on the terms and conditions set forth therein and in the 2026A Trust Agreement, and pursuant to a Contract of Purchase, to be dated as of the date of delivery thereof (the “2026B Contract of Purchase” and, together with the 2026A Contract of Purchase, the “Contracts of Purchase”), between Truist Securities, Inc. (the “2026B Underwriter”) and the Commission, as approved by the Medical Care Commission and the Corporations, the 2026B Underwriter will offer to purchase the 2026B Bonds on the terms and conditions set forth therein and in the 2026B Trust Agreement;

WHEREAS, the Commission desires to approve the issuance of the Bonds and then accept such offers when made and approve the execution and delivery of the Contracts of Purchase; and

WHEREAS, prior to or in connection with the issuance of the Bonds, the Corporations, CaroMont Ambulatory Services, LLC (“CAS”) and Truist Bank, as successor master trustee (the “Master Trustee”), will enter into an Amended and Restated Master Trust Indenture, to be as of October 1, 2026 or such other mutually agreeable date (as amended, supplemented or restated from time to time in accordance with its terms, the “Master Indenture”), amending and restating in its entirety the Master Trust Indenture, dated as of October 15, 1995 (as previously amended, the “Prior Master Indenture”), among the Corporations, CAS and the Master Trustee;

WHEREAS, upon execution of the Master Indenture, CAS will cease to be a Member of the Obligated Group (as defined in the Master Indenture);

WHEREAS, there have been furnished to the Commission copies or proposed forms, as applicable, of the following documents:

(a) a template multi-modal Trust Agreement, which will be used to prepare the 2026A Trust Agreement and the 2026B Trust Agreement;

(b) a template Loan Agreement which will be used to prepare the 2026A Loan Agreement and the 2026B Loan Agreement;

(c) the 2026A Contract of Purchase, which will be used as a template to prepare the 2026B Contract of Purchase;

(d) the Prior Master Indenture;

(e) the Master Indenture;

(f) a template Supplemental Indenture for Obligation, to be dated as of October 1, 2026, between the Parent Corporation and the Master Trustee, supplementing the Master Indenture, including the form of Obligation, to be dated the date of delivery thereof, executed and delivered by the Parent Corporation to the Medical Care Commission, which will be used to prepare the Supplemental Indentures and Obligations relating to the Bonds;

(g) Letter of Credit and Reimbursement Agreement, to be dated as of October 1, 2026, between the Corporations and Truist Bank, as the letter of credit provider for the Series 2026B Bonds, including the form of the letter of credit;

(h) Remarketing Agreement, to be dated as of October 1, 2026, among the Medical Care Commission, the Corporations and Truist Securities Inc., as remarketing agent (the “Remarketing Agent”) for the 2026B Bonds; and

(i) Preliminary Official Statement, to be dated as of the date of delivery thereof (the “2026A Preliminary Official Statement”), relating to the 2026A Bonds, which will be used as a template to prepare the Official Statement, relating to the 2026B Bonds (the “2026B Official Statement”);

all as part of the application from the Medical Care Commission to the Commission requesting approval of the proposed issuance of the Bonds; and

WHEREAS, the Commission has found and determined based upon the information and evidence it has received that the proposed financing and refinancing will effectuate the purposes of the Act;

NOW, THEREFORE, BE IT RESOLVED by the Commission as follows:

Section 1. The issuance of the Bonds by the Medical Care Commission as provided in the Trust Agreements is hereby approved.

Section 2. The 2026A Bonds shall be awarded to the 2026A Underwriters pursuant to the provisions of Section 131A-11 of the General Statutes of North Carolina, as amended, and in accordance with the 2026A Contract of Purchase, subject to the approval of the Medical Care Commission and the Corporations. Subject to the aggregate principal amount limitation set forth at the end of this Section, the Commission hereby determines that such award and sale of the 2026A Bonds at initial interest rates not to exceed 6.00% per annum and a final maturity not beyond February 1, 2054, are in the best interests of the Medical Care Commission and the Corporations and are hereby approved.

The 2026B Bonds shall be awarded to the 2026B Underwriter pursuant to the provisions of Section 131A-11 of the General Statutes of North Carolina, as amended, and in accordance with the 2026B Contract of Purchase, subject to the approval of the Medical Care Commission and the Corporations. Subject to the aggregate principal amount limitation set forth at the end of this Section, the Commission hereby determines that such award and sale of the 2026B Bonds at initial interest rates not to exceed 6.00% per annum and a final maturity not beyond February 1, 2054, are in the best interests of the Medical Care Commission and the Corporations and are hereby approved.

The aggregate principal amount of the 2026A Bonds and the 2026B Bonds shall not exceed \$350,000,000.

Section 4. The distribution of the 2026A Preliminary Official Statement, in substantially the form submitted at this meeting, is hereby authorized and approved, and the distribution of the final 2026A Official Statement, upon approval by the Medical Care Commission, is hereby authorized and approved. The distribution of the final 2026B Official Statement, in substantially the form of the 2026A Official Statement but with appropriate edits to reflect the terms of the 2026B Bonds, upon approval by the Medical Care Commission, is hereby authorized and approved.

Section 5. The Bonds shall be issued in accordance with and pursuant to the terms and conditions of the Trust Agreements and the Contracts of Purchase, as applicable. Subject to the limitations in Sections 2 and 3 of this resolution, the execution and delivery of the Contracts of Purchase are hereby approved, and the Secretary of the Commission or any Deputy Secretary is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve the forms of the Contracts of Purchase, including details of the Bonds, as shall be satisfactory to the Designated Assistant, to approve the forms of other documents relating to the Bonds, and to execute and deliver the Contracts of Purchase and such other documents that are required to be executed and delivered by the Commission on behalf of the Commission.

Section 6. The execution and delivery of the Master Indenture, in substantially the form presented to the Commission, is hereby approved. The Designated Assistant is hereby authorized to approve any amendments to any existing documents related to bonds of the Medical Care Commission to reflect the terms of the Master Indenture.

Section 7. This resolution shall take effect immediately upon its adoption.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

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CRAVEN COUNTY

Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE FINANCING TEAM FOR THE COUNTY OF CRAVEN, NORTH CAROLINA LIMITED OBLIGATION BONDS, SERIES 2026A AND TAXABLE LIMITED OBLIGATION BONDS, SERIES 2026B

WHEREAS, the County of Craven, North Carolina (the "County") has requested that the North Carolina Local Government Commission (the "Commission") approve its selection of the following financing team members in connection with the issuance by the County of its Limited Obligation Bonds, Series 2026A and Taxable Limited Obligation Bonds, Series 2026B:

Bond Counsel:	Womble Bond Dickinson (US) LLP
Underwriter:	Robert W. Baird & Co. Incorporated
Underwriter's Counsel:	Pope Flynn, LLC
Municipal Advisor:	First Tryon Advisors
Trustee:	U.S. Bank Trust Company, National Association
Trustee's Counsel:	Holland & Knight LLP

WHEREAS, based upon the information and evidence received by the Commission, the Commission is of the opinion that the request by the County should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF CRAVEN, NORTH CAROLINA FOR THE FINANCING OF VARIOUS CAPITAL IMPROVEMENTS THROUGH THE ISSUANCE OF NOT TO EXCEED \$25,000,000 LIMITED OBLIGATION BONDS, SERIES 2026A AND TAXABLE LIMITED OBLIGATION BONDS, SERIES 2026B AND THE EXECUTION AND DELIVERY OF A MASTER TRUST AGREEMENT, A FIRST SUPPLEMENTAL TRUST AGREEMENT AND A DEED OF TRUST IN CONNECTION THEREWITH

WHEREAS, the County of Craven, North Carolina (the "County") has determined that a need exists to finance the costs of various County facilities and improvements, including, without limitation, (a) purchasing, renovating and equipping a building on Highway 70 in Havelock to be used for various governmental functions, (b) acquiring and demolishing an existing building located in New Bern, North Carolina and constructing and equipping certain parking and other improvements on the site thereof, (c) purchasing and renovating a property located on Martin Drive to be used as a County maintenance department facility, (d) replacing a 300-ton chiller at the County's judicial center, (e) renovating a building located on New Street to be used as the new Public Defender's Office, (f) expanding and renovating the Cove City Library and related driveway and parking improvements, and (g) remodeling the existing County's Department of Social Services (collectively, the "Project");

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, as amended, the County has made proper application to the North Carolina Local Government Commission (the "Commission") for approval of the proposed financing;

WHEREAS, the County proposes to finance the Project through the issuance of its County of Craven, North Carolina Limited Obligation Bonds, Series 2026A (the "Series 2026A Bonds") and County of Craven, North Carolina Taxable Limited Obligation Bonds, Series 2026B (the "Series 2026B Bonds" and, together with the Series 2026A Bonds, the "Series 2026 Bonds") in accordance with Section 160A-20, as amended, of the General Statutes of North Carolina (the "Act");

WHEREAS, the County has filed with the application to the Commission drafts of the following documents relating to the proposed financing:

(a) Master Trust Agreement, to be dated as of September 1, 2026 (the "Master Trust Agreement"), between the County and U.S. Bank Trust Company, National Association, as trustee (the "Trustee");

(b) First Supplemental Trust Agreement, to be dated as of September 1, 2026 (the “First Supplemental Trust Agreement”), between the County and the Trustee, including the form of the Series 2026 Bonds set forth as Exhibit B thereto;

(c) Deed of Trust, to be dated as of September 1, 2026 (the “Deed of Trust”), from the County to the Deed of Trust trustee named therein for the benefit of the Trustee and its successors and assigns;

(d) Bond Purchase Agreement, to be dated the date of delivery thereof (the “Bond Purchase Agreement”), between Robert W. Baird & Co. Incorporated (the “Underwriter”) and the County; and

(e) Preliminary Official Statement, to be dated the date of delivery thereof (the “Preliminary Official Statement”), relating to the offering and sale of the Series 2026 Bonds.

WHEREAS, in order to secure its obligations with respect to the Series 2026 Bonds under the Master Trust Agreement and the First Supplemental Trust Agreement, the County will execute and deliver the Deed of Trust granting a lien on the site of the County’s Department of Social Services building constituting a portion of the Project, together with any improvements and fixtures located or to be located thereon, subject to permitted encumbrances;

WHEREAS, the Series 2026 Bonds, together with corresponding obligations under the Master Trust Agreement, the First Supplemental Trust Agreement and the Deed of Trust relating thereto, constitute an installment contract or contract within the meaning of the Act entered into by the County for the purpose of financing the Project;

WHEREAS, the County proposes to sell the Series 2026 Bonds to the Underwriter pursuant to the Bond Purchase Agreement;

WHEREAS, the Series 2026 Bonds will be offered and sold to the public pursuant to the Preliminary Official Statement and a final Official Statement relating to the offering and sale of the Series 2026 Bonds;

WHEREAS, the principal amount of the Series 2026 Bonds shall not exceed \$25,000,000;

WHEREAS, the Series 2026A Bonds shall have a final maturity not to exceed October 1, 2046 and the Series 2026B Bonds shall have a final maturity not to exceed October 1, 2032;

WHEREAS, the all-in true interest cost of the Series 2026 Bonds shall not exceed 5.00% per annum; and

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby found and determined by the Commission that:

(a) the proposed Series 2026 Bonds are necessary or expedient for the County;

(b) the financing of the Project through the issuance of the Series 2026 Bonds, under the circumstances, is preferable to a general obligation bond issue for the same purpose;

(c) the sums to fall due on the Series 2026 Bonds are adequate and not excessive for the proposed purposes thereof;

(d) the County's debt management procedures and policies are good;

(e) no increase in taxes is expected to be necessary to meet the sums to fall due with respect to the Series 2026 Bonds; and

(f) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application of the County for approval of the Master Trust Agreement, the First Supplemental Trust Agreement, the Deed of Trust and the proposed issuance of the Series 2026 Bonds pursuant thereto is hereby approved under the provisions of the Act subject to the conditions set forth in this resolution. The Series 2026 Bonds may be sold to the Underwriter pursuant to the terms of the Bond Purchase Agreement subject to the conditions set forth in this resolution.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

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DARE COUNTY

Mr. Stith made a motion to adopt the following resolution:

**“RESOLUTION APPROVING THE APPLICATION OF THE COUNTY
OF DARE FOR THE FINANCING OF CERTAIN GOVERNMENTAL
FACILITIES THROUGH AN INSTALLMENT FINANCING CONTRACT
PURSUANT TO G.S. § 160A-20**

WHEREAS, the County of Dare, North Carolina (the “*County*”) has determined that it is in the best interests of the County to enter into an installment financing contract with the Dare County Public Facilities Corporation, a North Carolina nonprofit corporation (the “*Corporation*”), in order to (1) finance (i) acquisition, construction, renovation, redevelopment, equipping, and improvement of a public works facility, together with related site development and appurtenant improvements thereto, (ii) the acquisition, construction, and equipping of a new emergency medical services (EMS) station to serve the Town of Nags Head and the surrounding area of the County, together with related apparatus bays, site improvements, furnishings, and equipment, and (iii) the construction and equipping of a new athletic field house at Manteo High School, together with related site improvements, furnishings, and equipment (collectively, the “*Projects*”), and (2) pay certain costs incurred in connection with the execution and delivery of the Contract (as defined below);

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina (the “*General Statutes*”), the County intends to enter into an Installment Financing Contract

dated as of October 1, 2026 (the “*Contract*”) between the County and the Corporation, whereby the Corporation will advance money to the County for the purpose of financing the Projects and the County, subject to its right of nonappropriation, will repay the advancement with interest in installments; and

WHEREAS, the Corporation will enter into an Indenture of Trust dated as of October 1, 2026 between the Corporation and The Bank of New York Mellon Trust Company, N.A., as trustee (the “*Trustee*”), pursuant to which the Corporation will execute and deliver its Limited Obligation Bonds (County of Dare, North Carolina), Series 2026C (the “*2026C Bonds*”); and

WHEREAS, the 2026C Bonds are to be underwritten by Piper Sandler & Co. and PNC Capital Markets LLC (the “*Underwriters*”), and the proceeds from the sale of the 2026C Bonds will be remitted by the Underwriters to the Corporation to fund the advances by the Corporation to the County under the Contract; and

WHEREAS, the aggregate principal amount of the 2026C Bonds shall not exceed \$67,000,000; and

WHEREAS, the maturity of the installment payments under the Contract for the 2026C Bonds shall not extend beyond June 1, 2046; and

WHEREAS, the effective interest cost with respect to the 2026C Bonds shall not exceed 5.00%; and

WHEREAS, pursuant to Article 8 of Chapter 159 of the General Statutes, the County and the Corporation have made proper application to the Local Government Commission (the “*Commission*”) for approval of the proposed financing; and

WHEREAS, pursuant to Section 159-151 of the General Statutes and upon information and evidence received, the Commission finds and determines that:

- (i) the Contract is necessary or expedient for the County;
- (ii) the Contract, under the circumstances, is preferable to a bond issue by the County for the same purposes;
- (iii) the sums to fall due under the Contract are adequate and not excessive for the Contract’s proposed purposes;
- (iv) the County’s debt management procedures and policies are good;
- (v) the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- (vi) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Contract, the 2026C Bonds, and the planned financing are hereby approved and ratified under the provisions of Section 160A-20, Article 8 of Chapter 159 of the General Statutes and relevant resolutions of the Commission.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9- 0.

Mr. Stith made a motion to approve the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE LIMITED OBLIGATION BONDS (COUNTY OF DARE, NORTH CAROLINA), SERIES 2026C”

WHEREAS, the County of Dare, North Carolina (the “County”) has requested that the North Carolina Local Government Commission approve its selection of the following financing team members for the above-referenced bonds:

Bond Counsel:	- Parker Poe Adams & Bernstein LLP
Municipal Advisor:	- DEC Associates, Inc.
Underwriters:	- Piper Sandler & Co. and PNC Capital Markets LLC
Underwriters’ Counsel:	- Pope Flynn, LLC
Trustee:	- The Bank of New York Mellon Trust Company, N.A.

WHEREAS, based on the information and evidence received by the Local Government Commission, the Local Government Commission is of the opinion that the request by the County should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above-referenced financing team is hereby approved for the execution and delivery of the above-referenced bonds.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9- 0.

NC MEDICAL CARE COMMISSION – ECU HEALTH

Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE FINANCING TEAM FOR THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (ECU HEALTH), SERIES 2026A AND NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (ECU HEALTH), SERIES 2026B

WHEREAS, the North Carolina Medical Care Commission (the “Medical Care Commission”) has requested that the North Carolina Local Government Commission (the

“Commission”) approve the following financing team members for the upcoming issuance by the Medical Care Commission of its North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (ECU Health), 2026A (the “2026A Bonds”) and North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (ECU Health), Series 2026B (the “2026B Bonds” and, together with the 2026A Bonds, the “Bonds”):

Team Role	Team Member
Bond Counsel:	Womble Bond Dickinson (US) LLP
2026A Underwriters:	BofA Securities, Inc. (Senior Manager), J.P. Morgan Securities LLP (Co-Manager) and Truist Securities, Inc. (Co-Manager)
2026A Underwriters’ Counsel:	Hawkins Delafield and Wood LLP
2026B Purchaser:	Bank of America, N.A.
2026B Purchaser’s Counsel:	Maynard Nexsen PC
Borrowers’ Counsel:	K&L Gates, LLP
Bond Trustee/Master Trustee:	U.S. Bank Trust Company, National Association
Bond Trustee’s/Master Trustee’s Counsel:	Holland & Knight LLP
Municipal Advisor:	Kaufman Hall
Auditor:	BDO USA, P.C.

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion of the Commission that the request by the Medical Care Commission should be approved;

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the Bonds.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE SALE AND ISSUANCE OF THE NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (ECU HEALTH), SERIES 2026A AND NORTH CAROLINA MEDICAL CARE COMMISSION HEALTH CARE FACILITIES REVENUE BONDS (ECU HEALTH), SERIES 2026B

WHEREAS, the North Carolina Medical Care Commission (the “Medical Care Commission”), pursuant to the provisions of the Health Care Facilities Finance Act, the same being Chapter 131A of the General Statutes of North Carolina, as amended (the “Act”), proposes to authorize the issuance of the (a) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (ECU Health), Series 2026A (the “2026A Bonds”), to be issued pursuant to a Trust Agreement, to be dated as of October 1, 2026 (the “2026A Trust

Agreement”), between the Medical Care Commission and U.S. Bank Trust Company, National Association, as bond trustee (the “2026A Bond Trustee”), and (b) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (ECU Health), Series 2026B (the “2026B Bonds” and, together with the 2026A Bonds, the “Bonds”), to be issued pursuant to a Trust Agreement, to be dated as of October 1, 2026 (the “2026B Trust Agreement” and, together with the 2026A Trust Agreement, the “Trust Agreements”), between the Medical Care Commission and U.S. Bank Trust Company, National Association, as bond trustee (the “2026B Bond Trustee” and, together with the 2026A Bond Trustee, the “Bond Trustee”), in an aggregate principal amount not to exceed \$700,000,000;

WHEREAS, the Bonds are to be issued by the Medical Care Commission for the purpose of providing funds, together with other available funds, to (a) refund all or a portion of the outstanding (i) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (Vidant Health), Series 2015, dated April 1, 2015 (the “Series 2015 Bonds”), (ii) North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (Vidant Health), Series 2019B, dated October 23, 2019 (the “Series 2019B Bonds”), (iii) North Carolina Medical Care Commission Health Care Facilities Revenue Refunding Bonds (Vidant Health), Series 2022A, dated March 3, 2022 (the “Series 2022A Bonds”), (iv) North Carolina Medical Care Commission Health Care Facilities Revenue Refunding Bonds (ECU Health), Series 2022B, dated June 15, 2022 (the “Series 2022B Bonds”), (v) North Carolina Medical Care Commission Health Care Facilities Revenue Refunding Bonds (ECU Health), Series 2022C, dated June 15, 2022 (the “Series 2022C Bonds”), and (iv) North Carolina Medical Care Commission Health Care Facilities Revenue Refunding Bonds (ECU Health), Series 2025A, dated June 2, 2025 (the Series 2025A Bonds”), (b) pay the cost of constructing, acquiring, renovating and equipping various hospital and healthcare facilities owned and operated by University Health Systems of Eastern Carolina, Inc. d/b/a ECU Health (the “Parent Corporation”) and its affiliates including, without limitation, (a) renovating, expanding and equipping the 5th and 6th floors of the existing Smith Tower at the ECU Health Medical Center’s Greenville, North Carolina campus to add new inpatient beds and related facilities, (b) constructing and equipping of a new building connected or adjacent to the East Carolina Heart Institute Tower at the ECU Health Medical Center’s Greenville, North Carolina campus to house additional operating rooms and related support areas, (c) constructing and equipping of a new pharmacy central distribution center, and (d) expanding, renovating and equipping an existing ambulatory surgery center to add additional operating, preparation and recovery rooms and related facilities (collectively, the “Project”) and (c) paying certain fees and expenses incurred in connection with the sale and issuance of the Bonds;

WHEREAS, the proceeds of the 2026A Bonds will be loaned by the Medical Care Commission to the Parent Corporation and Pitt County Memorial Hospital, Incorporated d/b/a ECU Medical Center (the “Corporation”) pursuant to a Loan Agreement, to be dated as of October 1, 2026 (the “2026A Loan Agreement”), between the Medical Care Commission, the Parent Corporation and the Corporation, and the proceeds of the 2026B Bonds will be loaned by the Medical Care Commission to the Parent Corporation and Corporation pursuant to a Loan Agreement, to be dated as of October 1, 2026 (the “2026B Loan Agreement” and, together with the 2026A Loan Agreement, the “Loan Agreements”), between the Medical Care Commission, the Parent Corporation and the Corporation;

WHEREAS, pursuant to a Contract of Purchase, to be dated as of the date of delivery thereof (the “2026A Contract of Purchase”), between BofA Securities, Inc., J.P. Morgan

Securities LLC and Truist Securities, Inc. (the “2026A Underwriters”) and the Local Government Commission of North Carolina (the “Commission”), as approved by the Medical Care Commission and the Parent Corporation, the 2026A Underwriters will offer to purchase the 2026A Bonds on the terms and conditions set forth therein and in the 2026A Trust Agreement, and, pursuant to a Contract of Purchase, to be dated as of the date of delivery thereof (the “2026B Contract of Purchase” and, together with the 2026A Contract of Purchase, the “Contracts of Purchase”), between Bank of America, N.A. (the “2026B Purchaser”) and the Commission, as approved by the Medical Care Commission and the Parent Corporation, the 2026B Purchaser will offer to purchase the 2026B Bonds on the terms and conditions set forth therein and in the 2026B Trust Agreement;

WHEREAS, the Commission desires to approve the issuance of the Bonds and then accept such offers when made and approve the execution and delivery of the Contracts of Purchase; and

WHEREAS, prior to or in connection with the issuance of the Bonds, the Parent Corporation, the Corporation and U.S. Bank Trust Company, National Association, as successor master trustee (the “Master Trustee”), will enter into a Second Amended and Restated Master Trust Indenture, to be the date of delivery thereof (as amended, supplemented or restated from time to time in accordance with its terms, the “Master Indenture”), amending and restating in its entirety the Master Trust Indenture (Amended and Restated), dated as of February 1, 2026 (as previously amended, the “Prior Master Indenture”), among the Parent Corporation, the Corporation and the Master Trustee; and

WHEREAS, there have been furnished to the Commission copies or proposed forms, as applicable, of the following documents:

(a) a template multi-modal Trust Agreement, which will be used to prepare the 2026A Trust Agreement and the 2026B Trust Agreement;

(b) a template multi-modal Loan Agreement which will be used to prepare the 2026A Loan Agreement and the 2026B Loan Agreement;

(c) the 2026A Contract of Purchase, which will be used as a template to prepare the 2026B Contract of Purchase;

(d) the Prior Master Indenture;

(e) the Master Indenture;

(f) Supplemental Master Trust Indenture No. 39, to be dated as of October 1, 2026, among the Parent Corporation, the Corporation and the Master Trustee, supplementing the Master Indenture, including the form of Master Obligation, Series 2026A, to be dated the date of delivery thereof, executed and delivered by the Parent Corporation to the Medical Care Commission, relating to the 2026A Bonds, the form of which will be used to prepare the Supplemental Master Trust Indentures and Master Obligations relating to the 2026B Bonds;

(g) Preliminary Official Statement of the Commission, to be dated as of the date of delivery thereof (the “Preliminary Official Statement”), relating to the 2026A Bonds,

including the form of the Continuing Disclosure Agreement, relating to the 2026A Bonds; and;

all as part of the application from the Medical Care Commission to the Commission requesting approval of the proposed issuance of the Bonds; and

WHEREAS, the Commission has found and determined based upon the information and evidence it has received that the proposed financing and refinancing will effectuate the purposes of the Act;

NOW, THEREFORE, BE IT RESOLVED by the Commission as follows:

Section 1. The issuance of the Bonds by the Medical Care Commission as provided in the Trust Agreements is hereby approved.

Section 2. The 2026A Bonds shall be awarded to the 2026A Underwriter pursuant to the provisions of Section 131A-11 of the General Statutes of North Carolina, as amended, and in accordance with the 2026A Contract of Purchase, subject to the approval of the Medical Care Commission and the Parent Corporation. Subject to the aggregate principal amount limitation set forth at the end of this Section, the Commission hereby determines that such award and sale of the 2026A Bonds at initial interest rates not to exceed 6.00% per annum and a final maturity not beyond December 31, 2056, are in the best interests of the Medical Care Commission, the Parent Corporation and the Corporation and are hereby approved.

The 2026B Bonds shall be awarded to the 2026B Purchaser pursuant to the provisions of Section 131A-11 of the General Statutes of North Carolina, as amended, and in accordance with the 2026B Contract of Purchase, subject to the approval of the Medical Care Commission and the Parent Corporation. Subject to the aggregate principal amount limitation set forth at the end of this Section, the Commission hereby determines that such award and sale of the 2026B Bonds at initial interest rates not to exceed 7.5% per annum and a final maturity not beyond December 31, 2056, are in the best interests of the Medical Care Commission, the Parent Corporation and the Corporation and are hereby approved.

The aggregate principal amount of the 2026A Bonds and the 2026B Bonds shall not exceed \$700,000,000.

Section 4. The distribution of the Preliminary Official Statement, in substantially the form submitted at this meeting, is hereby authorized and approved, and the distribution of the final Official Statement, upon approval by the Medical Care Commission, is hereby authorized and approved.

Section 5. The Bonds shall be issued in accordance with and pursuant to the terms and conditions of the Trust Agreements and the Contracts of Purchase, as applicable. Subject to the limitations in Sections 2 and 3 of this resolution, the execution and delivery of the Contracts of Purchase are hereby approved, and the Secretary of the Commission or any Deputy Secretary is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve the forms of the Contracts of Purchase, including details of the Bonds, as shall be satisfactory to the Designated Assistant,

to approve the forms of other documents relating to the Bonds, and to execute and deliver the Contracts of Purchase and such other documents that are required to be executed and delivered by the Commission on behalf of the Commission.

Section 6. The execution and delivery of the Master Indenture, in substantially the form presented to the Commission, is hereby approved. The Designated Assistant is hereby authorized to approve any amendments to any existing documents related to bonds of the Medical Care Commission to reflect the terms of the Master Indenture.

Section 7. This resolution shall take effect immediately upon its adoption.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

* * * * *

FORSYTH COUNTY

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF FORSYTH FOR THE FINANCING OF CAPITAL IMPROVEMENTS TO COUNTY FACILITIES AND RELATED INFRASTRUCTURE THROUGH AN AMENDMENT TO AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. § 160A-20

WHEREAS, under Section 160A-20 of the General Statutes, the County of Forsyth, North Carolina (the “*County*”) has previously entered into an Installment Financing Contract dated as of June 1, 2021 (the “*2021 Contract*”) between the Forsyth County Financing Corporation (the “*Corporation*”) and the County, the proceeds of which were used to finance projects of the County;

WHEREAS, the County has determined that it is in the County’s best interest to enter into Amendment Number One to the 2021 Contract (the “*First Amendment*” and together with the 2021 Contract, the “*Contract*”) dated as of September 1, 2026, between the Corporation and the County in order to (1) finance the capital costs of capital improvements to County facilities and related infrastructure, including, but not limited to, public safety facilities, EMS and fire facilities, detention facilities, administrative facilities, warehouse facilities, and other governmental facilities (the “*2026 Projects*”) and (2) pay certain costs related to the execution and delivery of the First Amendment;

WHEREAS, the 2026 Bond will serve as interim financing for the 2026 Projects, and the County presently intends to refinance the 2026 Bond with the execution and delivery of long-term limited obligation bonds on or before the maturity of the 2026 Bond;

WHEREAS, to assist the County with the financing described above, the Corporation will enter into Supplemental Indenture, Number 1 (the “*First Supplement*”), which supplements the Indenture of Trust dated as of June 1, 2021 (the “*2021 Indenture*” and together with the First Supplement, the “*Indenture*”) between the Corporation and The Bank of New York Mellon Trust Company, N.A., as trustee (the “*Trustee*”), pursuant to which the

Corporation will execute and deliver its Limited Obligation Bond (County of Forsyth, North Carolina), Series 2026 (the “2026 Bond”);

WHEREAS, the 2026 Bond is to be placed with PNC Bank, National Association (the “Purchaser”) pursuant to a Bond Purchase and Advance Agreement dated on or about September 8, 2026 (the “Purchase Agreement”) among the Corporation, the County and the Purchaser, and the proceeds of the 2026 Bond will be advanced by the Purchaser to the Trustee in installments (each, an “Advance”) at the written request of the County to fund the advance by the Corporation to the County under the First Amendment;

WHEREAS, the aggregate principal amount of the 2026 Bond shall not exceed \$26,850,000;

WHEREAS, the 2026 Bond will be fully funded no later than December 1, 2028 (the “Full Funding Date”), no Advances may be requested or made after the Full Funding Date, and the County will provide the staff of the Commission with notification of each Advance as provided in the First Supplement;

WHEREAS, the maturity of the installment payments shall not extend beyond December 1, 2031, taking into account the term-out provision as provided in the First Supplement;

WHEREAS, the 2026 Bond will bear interest at a variable rate per annum equal to the sum of (a) 79% of Daily Simple SOFR plus (b) 0.30% (30 basis points), as may be adjusted as set forth in the First Supplement; if the County elects the term-out provision, the 2026 Bond will bear interest during the resulting term loan period at the Base Rate for the first 90 days and at the Base Rate plus 2.00% thereafter, as provided in the First Supplement; in no event will the rate of interest on the 2026 Bond be less than 0.0% per annum or exceed the lesser of 18% per annum and the maximum rate of interest permitted by applicable law; and interest will be computed on the basis of a 360-day year for the actual number of days elapsed and will be payable monthly in arrears;

WHEREAS, pursuant to Article 8 of Chapter 159 of the General Statutes, the County and the Corporation have made proper application to the Local Government Commission of North Carolina (the “Commission”) for approval of the proposed financing; and

WHEREAS, pursuant to Section 159-151 of the General Statutes and upon information and evidence received, the Commission finds and determines that:

- i) the First Amendment is necessary or expedient for the County;
- ii) the First Amendment, under the circumstances, is preferable to a bond issue by the County for the same purposes;
- iii) the sums to fall due under the First Amendment are adequate and not excessive for the Contract’s proposed purposes;
- iv) the County’s debt management procedures and policies are good;

- v) the increase in taxes, if any, necessary to meet the sums to fall due under the First Amendment will not be excessive; and
- vi) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application for approval of the First Amendment, the 2026 Bond and the planned financing is hereby approved under the provisions of Section 160A-20, Article 8 of Chapter 159 of the General Statutes and relevant resolutions of the Commission.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE LIMITED OBLIGATION BOND (COUNTY OF FORSYTH, NORTH CAROLINA), SERIES 2026 EXECUTED AND DELIVERED FOR THE BENEFIT OF THE COUNTY OF FORSYTH

WHEREAS, the County of Forsyth, North Carolina (the “*County*”) has requested that the Local Government Commission of North Carolina (the “*Commission*”) approve its selection of the following financing team members for the referenced limited obligation bond:

Bond Counsel:	- Parker Poe Adams & Bernstein LLP
Purchaser:	- PNC Bank, National Association
Purchaser’s Counsel:	- Womble Bond Dickinson (US) LLP
Municipal Advisor:	- First Tryon Advisors
Trustee:	- The Bank of New York Mellon Trust Company, N.A.

WHEREAS, based on the information and evidence received by the Commission, the Commission is of the opinion that the request by the County should be approved.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the referenced limited obligation bond financing.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

* * * * *

GRANVILLE COUNTY

Mr. Stith made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR GRANVILLE COUNTY LIMITED OBLIGATION BONDS, SERIES, 2026”

WHEREAS, Granville County (the “County”) has requested that the North Carolina Local Government Commission (the “Commission”) approve its selection of the following financing team members for the upcoming delivery of its Limited Obligation Bonds, Series 2026 (the “Bonds”):

Bond Counsel:	Sanford Holshouser PLLC
Underwriter:	Robert W. Baird & Co. Incorporated
Financial Advisor:	Davenport & Company LLC
Underwriter’s Counsel:	Pope Flynn LLP
Trustee:	U.S. Bank Trust Company, National Association
Trustee’s counsel:	Chapman & Cutler LLP

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion that the County’s request should be approved;

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the Bonds.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Mr. Stith made the motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF GRANVILLE COUNTY TO FINANCE THE ACQUISITION, CONSTRUCTION AND EQUIPPING OF SCHOOL IMPROVEMENTS AND TO PAY FINANCING COSTS THROUGH AN INSTALLMENT FINANCING AGREEMENT PURSUANT TO G.S. 160A-20.

WHEREAS, Granville County (the “County”) has determined that it is necessary and expedient for the County to finance the acquisition, construction and equipping of public school improvements and to pay financing costs; and

WHEREAS, pursuant to Section 160A-20 of the General Statutes, the County intends to enter into a Trust Agreement dated on or about September 1, 2026, with U.S. Bank Trust Company, National Association, as trustee (the “Trustee”), pursuant to which the County will issue limited obligation bonds (the “Bonds”), the Trustee will advance moneys to the County for the purpose of carrying out the projects, and the County, subject to its right of nonappropriation, will repay the advance in installments, with interest; and

WHEREAS, each of the Bonds will constitute an installment contract within the meaning of Section 160A-20; and

WHEREAS, Robert W. Baird & Co. Incorporated (the “Underwriter”) will underwrite the public sale of the Bonds, and the Underwriter will advance the proceeds of the sale of the Bonds to the County to accomplish the financing; and

WHEREAS, the principal amount of the amount financed will not exceed \$15,600,000;

WHEREAS, the maturity of the installment payments to be made by the County will not extend beyond April 1, 2041;

WHEREAS, the true interest cost of the County's obligations will not exceed 5.00%;

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission (the "Commission") for approval of the proposed financing; and

WHEREAS, the Commission, pursuant to G.S. 159-151, upon information and evidence received, finds and determines as follows:

(i) that the County's execution and delivery of the installment contracts represented by the Bonds (the "Contracts") is necessary or expedient for the County;

(ii) that the Contracts, under the circumstances, are preferable to a general obligation bond issue for the same purposes;

(iii) that the sums to fall due under the Contracts are adequate and not excessive for the proposed purposes;

(iv) that the County's debt management procedures and policies are good;

(v) that the County is not in default in any of its debt service obligations; and

(vi) that the increase in taxes, if any, necessary to meet the sums to fall due under the Contracts will not be excessive;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission, (1) that the application for approval of the Contracts and financing are approved under the provisions of G.S. §160A-20 and relevant resolutions of the Commission, and (2) that the Secretary of the Commission, or any Designated Assistant, is authorized to execute and deliver appropriate documents to evidence the Commission's approval and otherwise to carry out the financing contemplated by this approval."

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

* * * * *

LEE COUNTY

Mr. Stith made a motion to adopt the following resolution:

**RESOLUTION APPROVING THE FINANCING TEAM FOR THE
COUNTY OF LEE, NORTH CAROLINA LIMITED OBLIGATION
BONDS, SERIES 2026**

WHEREAS, the County of Lee, North Carolina (the “County”) has requested that the North Carolina Local Government Commission (the “Commission”) approve its selection of the following financing team members in connection with the issuance by the County of its Limited Obligation Bonds, Series 2026:

Bond Counsel:	Womble Bond Dickinson (US) LLP
Underwriter:	Raymond James & Associates, Inc.
Underwriter’s Counsel:	Pope Flynn, LLC
Financial Advisor:	Davenport & Company LLC
Trustee:	U.S. Bank Trust Company, National Association
Trustee’s Counsel:	Holland & Knight LLP

WHEREAS, based upon the information and evidence received by the Commission, the Commission is of the opinion that the request by the County should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

**RESOLUTION APPROVING THE APPLICATION OF THE COUNTY
OF LEE, NORTH CAROLINA FOR THE FINANCING OF NEW
SCHOOL BUS GARAGE FACILITIES THROUGH THE ISSUANCE OF
NOT TO EXCEED \$13,100,000 LIMITED OBLIGATION BONDS,
SERIES 2026 AND THE EXECUTION AND DELIVERY OF A MASTER
TRUST AGREEMENT, A FIRST SUPPLEMENTAL TRUST
AGREEMENT AND A DEED OF TRUST IN CONNECTION
THEREWITH**

WHEREAS, the County of Lee, North Carolina (the “County”) has determined that a need exists to acquire, construct and equip new school bus garage facilities (the “Project”) for the County’s school system, which is essential for the proper and efficient operation of the schools in the County;

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, as amended, the County has made proper application to the North Carolina Local Government Commission (the “Commission”) for approval of the proposed financing;

WHEREAS, the County proposes to finance the Project through the issuance of its County of Lee, North Carolina Limited Obligation Bonds, Series 2026 (the “Series 2026

Bonds”) in accordance with Section 160A-20, as amended, of the General Statutes of North Carolina (the “Act”);

WHEREAS, the County has filed with the application to the Commission drafts of the following documents relating to the proposed financing:

(a) Master Trust Agreement, to be dated as of September 1, 2026 (the “Master Trust Agreement”), between the County and U.S. Bank Trust Company, National Association, as trustee (the “Trustee”);

(b) First Supplemental Trust Agreement, to be dated as of September 1, 2026 (the “First Supplemental Trust Agreement”), between the County and the Trustee, including the form of the Series 2026 Bonds set forth as Exhibit B thereto;

(c) Deed of Trust, to be dated as of September 1, 2026 (the “Deed of Trust”), from the County to the Deed of Trust trustee named therein for the benefit of the Trustee and its successors and assigns;

(d) Construction and Acquisition Agreement, to be dated as of September 1, 2026, between the County and the Lee County Board of Education (the “Board of Education”);

(e) Lease Agreement, to be dated as of September 1, 2026, between the County and the Board of Education;

(f) Bond Purchase Agreement, to be dated the date of delivery thereof (the “Bond Purchase Agreement”), between Raymond James & Associates, Inc. (the “Underwriter”) and the County; and

(g) Preliminary Official Statement, to be dated the date of delivery thereof (the “Preliminary Official Statement”), relating to the offering and sale of the Series 2026 Bonds.

WHEREAS, in order to secure its obligations with respect to the Series 2026 Bonds under the Master Trust Agreement and the First Supplemental Trust Agreement, the County will execute and deliver the Deed of Trust granting a lien on the site of the Project, together with any improvements and fixtures located or to be located thereon, subject to permitted encumbrances;

WHEREAS, the Series 2026 Bonds, together with corresponding obligations under the Master Trust Agreement, the First Supplemental Trust Agreement and the Deed of Trust relating thereto, constitute an installment contract or contract within the meaning of the Act entered into by the County for the purpose of financing the Project;

WHEREAS, the County proposes to sell the Series 2026 Bonds to the Underwriter pursuant to the Bond Purchase Agreement;

WHEREAS, the Series 2026 Bonds will be offered and sold to the public pursuant to the Preliminary Official Statement and a final Official Statement relating to the offering and sale of the Series 2026 Bonds;

WHEREAS, the principal amount of the Series 2026 Bonds shall not exceed \$13,100,000;

WHEREAS, the Series 2026 Bonds shall have a final maturity not to exceed October 1, 2046;

WHEREAS, the all-in true interest cost of the Series 2026 Bonds shall not exceed 5.50% per annum; and

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby found and determined by the Commission that:

- (a) the proposed Series 2026 Bonds are necessary or expedient for the County;
- (b) the financing of the Project through the issuance of the Series 2026 Bonds, under the circumstances, is preferable to a general obligation bond issue for the same purpose;
- (c) the sums to fall due on the Series 2026 Bonds are adequate and not excessive for the proposed purposes thereof;
- (d) the County's debt management procedures and policies are good;
- (e) no increase in taxes is expected to be necessary to meet the sums to fall due with respect to the Series 2026 Bonds; and
- (f) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application of the County for approval of the Master Trust Agreement, the First Supplemental Trust Agreement, the Deed of Trust and the proposed issuance of the Series 2026 Bonds pursuant thereto is hereby approved under the provisions of the Act subject to the conditions set forth in this resolution. The Series 2026 Bonds may be sold to the Underwriter pursuant to the terms of the Bond Purchase Agreement subject to the conditions set forth in this resolution.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

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**MECKLENBURG COUNTY INDUSTRIAL FACILITIES & POLLUTION
CONTROL AUTHORITY – GREENWAY WASTE SOLUTIONS**

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR
THE MECKLENBURG COUNTY INDUSTRIAL FACILITIES
AND POLLUTION CONTROL FINANCING AUTHORITY
SOLID WASTE DISPOSAL FACILITY REVENUE BOND

(GREENWAY WASTE SOLUTIONS AT NORTH MECK
PROJECT), SERIES 2026”

WHEREAS, The Mecklenburg County Industrial Facilities and Pollution Control Financing Authority (the “Issuer”) has requested that the North Carolina Local Government Commission (the “Commission”) approve its selection of the following financing team members for the upcoming revenue bond issue:

Team Role	Team Member
Borrower:	Greenway Waste Solutions at North Meck, LLC
Purchaser:	JPMorgan Chase Bank, N.A.
Issuer’s Counsel:	Tyrone Wade, Esq., County Attorney
Bond Counsel:	McGuireWoods LLP
Borrower’s Counsel:	Robinson, Bradshaw & Hinson, P. A.
Purchaser’s Counsel:	McGuireWoods LLP

WHEREAS, based upon the information and evidence received by the Commission, it is of the opinion that the request by the Issuer should be approved;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for The Mecklenburg County Industrial Facilities and Pollution Control Financing Authority Solid Waste Disposal Facility Revenue Bond (Greenway Waste Solutions at North Meck Project), Series 2026.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE ISSUANCE AND SALE OF
A BOND OF THE MECKLENBURG COUNTY INDUSTRIAL
FACILITIES AND POLLUTION CONTROL FINANCING
AUTHORITY FOR THE BENEFIT OF GREENWAY WASTE
SOLUTIONS AT NORTH MECK, LLC”

WHEREAS, The Mecklenburg County Industrial Facilities and Pollution Control Financing Authority (the “Issuer”) has decided to issue its Solid Waste Disposal Facility Revenue Bond (Greenway Waste Solutions at North Meck Project), Series 2026 (the “Bond”), and to lend the proceeds thereof to Greenway Waste Solutions at North Meck, LLC (the “Borrower”) to finance the costs of the expansion, renovation and improvement of its existing solid waste disposal facility located at 15300 Holbrooks Road in Huntersville, Mecklenburg County, North Carolina, along with related site work and improvements (the “Project”), which Project is a “special purpose project” within the meaning of § 159C-3(15a) of the Industrial and Pollution Control Facilities Financing Act, Chapter 159C of the General Statutes of North Carolina, as amended (the “Act”); and

WHEREAS, the Issuer has filed an Application for Approval of not to exceed \$20,000,000 in aggregate principal amount of its Solid Waste Disposal Facility Revenue Bond (Greenway Waste Solutions at North Meck Project), Series 2026 (the “Bond”), with the

Secretary of the North Carolina Local Government Commission pursuant to § 159C-8 of the Act, including the following documents:

- (a) Form of the (1) Bond Purchase and Loan Agreement (the “Bond Purchase and Loan Agreement”), among the Issuer, the Borrower and JPMorgan Chase Bank, N.A., as the purchaser of the Bond (the “Purchaser”), together with the form of the Bond, and (2) Promissory Note given by the Borrower to the Authority, which the Authority will assign to the Purchaser as security for the Bond (the “Note” and, together with the Bond Purchase and Loan Agreement, the “Transaction Documents”);
- (b) A letter application on behalf of the Issuer requesting that the Commission approve the issuance of the Bond pursuant to § 159C-8 of the Act; and
- (c) Evidence that a public hearing with respect to the issuance of the Bond and the Project was held by the Board of Commissioners of Mecklenburg County on May 5, 2026, and the issuance of the Bond was approved in principle by the Board of Commissioners, as required by the Act.

WHEREAS, the Commission has duly considered, among other things, the following:

- (a) the financial responsibility and capability of the Borrower to fulfill its obligations with respect to the Bond Purchase and Loan Agreement in the form filed with the Commission;
- (b) the ability of the political subdivisions in or near which the Project is to be located to cope satisfactorily with the impact of the Project and to provide necessary public facilities and services; and
- (c) that the proposed date and manner of sale of the Bond will not have an adverse effect upon any scheduled or anticipated sale of any obligations by the State of North Carolina or any political subdivision thereof or any agency of either of them;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

1. The issuance of the Bond in an aggregate principal amount not to exceed \$20,000,000 is hereby approved.
2. The sale of the Bond in a private sale in accordance with the Transaction Documents, substantially in the form filed with the Commission, with the approval of the Issuer and the Borrower, is in the best interests of the Issuer and will best effectuate the purposes of the Act.
3. It is hereby determined, with the approval of the Issuer and the Borrower, that the Bond shall initially bear interest at a variable rate determined in accordance with the Bond Purchase and Loan Agreement, such rate not to exceed 12.00% per annum, and shall have a final maturity not beyond December 31, 2033.
4. The system of registration for the Bond as set forth in the Bond Purchase and Loan Agreement and the appointment of JPMorgan Chase Bank, N.A. as Registrar

pursuant thereto are hereby approved under Chapter 159E of the North Carolina General Statutes.

5. This Resolution shall be effective immediately upon its passage.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

* * * * *

WINSTON-SALEM HOUSING AUTHORITY – LOFTS AT MOTOR ROAD

Mr. Stith made a motion to approve the following action:

RESOLUTION APPROVING HOUSING AUTHORITY OF THE CITY OF WINSTON-SALEM MULTIFAMILY HOUSING REVENUE BONDS (THE LOFTS AT MOTOR ROAD), SERIES 2026 IN AN AMOUNT UP TO \$25,400,000 (THE “BONDS”) AND THE FINANCING TEAM THEREFOR

WHEREAS, the Housing Authority of the City of Winston-Salem (the “Authority”) has decided to issue its Multifamily Housing Revenue Bonds (The Lofts at Motor Road), Series 2026 (the “Bonds”) to finance the acquisition, construction and equipping by The Lofts at Motor Road, LLC, a North Carolina limited liability company (the “Borrower”), of a low income multifamily residential rental facility, consisting of 216 units in the City of Winston-Salem, Forsyth County, North Carolina (the “Development”); and

WHEREAS, in order to finance the Development, the Authority proposes to issue the Bonds in an aggregate principal amount not to exceed \$25,400,000, pursuant to the Housing Authorities Law, Article 1 of Chapter 157 of the North Carolina General Statutes, as amended (the “Act”); and

WHEREAS, the Bonds must be approved by the North Carolina Local Government Commission (the “Commission”), for which approval the Commission may consider the criteria set forth in North Carolina General Statutes Section 159-153, and the Authority has applied to the Commission for such approval; and

WHEREAS, based upon the information and evidence received in connection with such application, including resolutions adopted by the Board of Commissioners of the Authority on May 13, 2026, it is hereby determined and found by the Commission:

- (a) that such proposed bond issue is necessary or expedient;
- (b) that the proposed amount of the bond issue is adequate and not excessive for the proposed purposes thereof;
- (c) that the Borrower has demonstrated that it is financially responsible and capable of fulfilling its obligations with respect to the Bonds and the Development;

(d) that the Authority's debt management procedures and policies are good and that it is not in material default with respect to any of its debt service obligations; and

(e) the proposed date and manner of sale of the Bonds will not have an adverse effect upon any scheduled or anticipated sale of any obligations by the State of North Carolina or any political subdivision thereof or any agency of either of them; and

WHEREAS, the Authority has requested that the Commission approve its selection of the following financing team members for the upcoming issuance of the Bonds:

Bond Counsel:	McGuireWoods LLP
Borrower:	The Lofts at Motor Road, LLC
Borrower's Counsel:	Blanco Tackabery & Matamoros, P.A.
Trustee/Fiscal Agent:	U.S. Bank Trust Company, National Association
Underwriter:	Wells Fargo Securities, LLC
Underwriter's Counsel:	Robinson & Cole LLP
Permanent Lender:	Federal Home Loan Mortgage Corporation
Freddie Mac Servicer:	Wells Fargo Bank, National Association
Freddie Mac/Servicer's Counsel:	Kutak Rock LLP
Tax Credit Investor:	Wincopin Circle LLLP
Tax Credit Investor's Counsel:	Jones Walker LLP

WHEREAS, based upon the information and evidence received by the Commission, it is the opinion of the Commission that the request by the Authority be approved; and

WHEREAS, there have been presented to the Commission forms of the following documents (the "Documents") to be used in connection with the issuance of the Bonds:

(a) Indenture of Trust between the Authority and U.S. Bank Trust Company, National Association, as trustee (the "Trustee"), providing for the issuance of the Bonds, together with the form of the Bonds;

(b) Loan Agreement between the Authority and the Borrower, pursuant to which the Authority will lend the proceeds of the Bonds to the Borrower (the "Loan");

(c) Promissory Note given by the Borrower to the Authority to evidence the Loan, which the Authority will assign to the Trustee as security for the Bonds;

(d) Regulatory Agreement and Declaration of Restrictive Covenants from the Borrower for the benefit of the Authority and the Trustee;

(e) Preliminary Official Statement relating to the offering and sale of the Bonds;

(f) Bond Purchase Agreement among the Authority, the Borrower and the Underwriter;

(g) the form of the Funding Loan Agreement among the Authority, U.S. Bank Trust Company, National Association, as Fiscal Agent, and Wells Fargo Bank, National Association, as Initial Funding Lender, relating to the permanent financing for the Development; and

(h) the form of the Project Loan Agreement among the Authority, the Borrower and the Fiscal Agent, relating to the permanent financing for the Development;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The sale of the Bonds pursuant to the Documents in substantially the forms furnished to the Commission is hereby approved, such sale being subject to the satisfaction of the conditions set forth in the Documents and herein.

Section 2. It is hereby determined, with the approval of the Authority and the Borrower that the Bonds shall be issued in an aggregate principal amount not to exceed \$25,400,000, shall initially bear interest at a fixed rate not to exceed 12.0% per annum, and shall have a final maturity not later than December 31, 2046.

Section 3. The Secretary of the Commission, or any Deputy Secretary, is hereby appointed the designated representative of the Commission for the purposes of this resolution and such designated representative is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Documents, including details of the Bonds, as shall be satisfactory to him or her, and to approve the forms of other documents relating to the Bonds.

Section 4. The financing team set forth above is hereby approved.

Section 5. This resolution shall be effective immediately upon its passage.

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

* * * * *

MISCELLANEOUS ACTION ITEMS

TOWN OF LUCAMA

Mr. Stith made a motion to approve the following modification to the Town of Lucama's State Revolving Fund loan:

The Town of Lucama was approved by the Division of Water Infrastructure for SRF funding in the amount of \$967,500 as a repayable loan for the Sewer Line Replacement & Pump Station Rehabilitation project (CS370602-01). The loan was approved by the LGC on June 9, 2026, with a term of 20 years and an interest rate of 0%. The new term will be 30 years with no change to the loan interest rate.

On February 25, 2026, the Town of Lucama requested a 30-year amortization on the SRF repayable loan to maintain affordable drinking water treatment for residents. As a part of that request for a term extension, the Town noted the total annual payments for the loan with a 20-year term is \$48,375. Changing the term to 30 years would result in annual payments of \$32,250.

The Town has recently raised both water and sewer fees:

In FY 2026, the Town raised both water and sewer base rates by 14.21%.

In FY 2027, the Town raised the water base rate by 18.5% and the water step rate by 5%; it also raised the sewer base rate by 4% and the sewer step rate by 5%.

The Town also adopted a System Development Fee to provide additional revenue to assist the Town with improvements related to new development.

The Division of Water Infrastructure performed a cost-weighted average design life analysis for the project to evaluate the appropriate loan term for this project. Based on the results of the analysis, the Division recommends extending the loan term from 20 years to 30 years.

Ms. Hoffmann seconded the motion and the foregoing loan modification was approved by unanimous vote of 9 – 0.

* * * * *

WILMINGTON HOUSING AUTHORITY

Mr. Stith made a motion to approve the following modification to the proposed bonds sale:

The Local Government Commission (LGC) approved the issuance of Multifamily Housing Revenue Bonds by the Housing Authority of the City of Wilmington for Houston Moore Apartments on June 9, 2026. The LGC approved a not to exceed bond amount of \$32,950,000, a not to exceed interest rate of 12% and a not to exceed maturity date of December 31, 2045. At the time of the approval, it was expected that the bonds would be sold in a private placement. It is now expected that the bonds will initially be sold in a public offering with Stifel, Nicolaus & Company, Inc. as the underwriter and Tiber Hudson LLC as underwriter's counsel. The not to exceed bond amount, maturity date and interest rate remain the same. The public sale date is to be determined, in coordination with LGC staff.

Ms. Hoffmann seconded the motion and the foregoing change to selling the bonds in a public offering was approved by unanimous vote of 9 – 0.

END OF CONSENT AGENDA

* * * * *

TOWN OF CAROLINA BEACH

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE TOWN OF CAROLINA BEACH, NORTH CAROLINA, TO PURCHASE REAL PROPERTY THROUGH AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. 160A-20.

WHEREAS, the Town of Carolina Beach, North Carolina (the “Town”) has determined

that the Project, the purchase of nine properties in the downtown boardwalk area is necessary or expedient to improve public safety and the overall experience for residents and visitors to the downtown area by creating an improved central gathering area, greater opportunities for economic development, and by increasing available parking; and

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, the Town intends to finance the Project through an Installment Financing Contract (the "Contract") between the Town and Truist Bank (the "Lender") whereby the Lender shall advance moneys to the Town, and the Town, subject to its right of nonappropriation, shall repay the advance with interest in installments; and

WHEREAS, the principal amount of the Contract shall not exceed \$10,000,000 with annual level principal and semi-annual interest payments for a term of fifteen (15) years at an approved interest rate of 4.53%; and

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the Town has made proper application to the North Carolina Local Government Commission (the "Commission") for approval of the proposed financing; and

WHEREAS, the Secretary of the Commission has determined that the Town has complied with G.S. 159-149; and

WHEREAS, the Commission, pursuant to G.S. 159-151, upon information and evidence received, finds, and determines as follows:

- (i) that the proposed Contract is necessary or expedient for the Town;
- (ii) that the Contract, under the circumstances, is preferable to a bond issue for the same purpose;
- (iii) that the sums to fall due under the Contract are adequate and not excessive for its proposed purpose;
- (iv) that the Town's debt management procedures and policies are good, or that reasonable assurances have been given that its debt will henceforth be managed in strict compliance with law;
- (v) that the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- (vi) that the Town is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Contract and the planned financing are hereby approved under the provisions of G.S. 160A-20, as amended, Article 8 of Chapter 159 of the General Statutes, as amended, and relevant resolutions of the Commission."

Mr. Hughes seconded the motion and the foregoing resolution was adopted by unanimous vote of 8 – 0 (Recuse: Brown).

* * * * *

NC HOUSING FINANCE AGENCY

Mr. Stith made a motion to adopt the following resolution:

RESOLUTION CONCERNING THE SALE OF BONDS OF THE NORTH CAROLINA HOUSING FINANCE AGENCY FROM TIME TO TIME IN AN AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED \$1,250,000,000 FOR THE PURPOSE OF PROVIDING FUNDS TO PURCHASE MORTGAGE LOANS OR OTHER MORTGAGE RELATED OBLIGATIONS, REFUND BONDS PREVIOUSLY ISSUED BY THE AGENCY AND TO PAY OTHER COSTS IN CONNECTION THEREWITH

BE IT RESOLVED by the Local Government Commission of North Carolina (the “Commission”):

Section 1. It is hereby declared and determined that the North Carolina Housing Finance Agency (the “Agency”) has furnished to the Commission the following:

- (a) a Trust Agreement, dated as of May 1, 1998 (the “1998 Trust Agreement”), as amended and supplemented by an Amended and Restated Trust Agreement, dated as of August 1, 2023 (the “Amended and Restated Trust Agreement”), as further amended by a First Amendment to Amended and Restated Trust Agreement, dated as of November 1, 2023 (the “First Amendment” and, together with the 1998 Trust Agreement and the Amended and Restated Trust Agreement, the “Trust Agreement”), as supplemented, each by and between the Agency and The Bank of New York Mellon Trust Company, N.A., as successor trustee (the “Trustee”), authorizing the issuance thereunder of Housing Revenue Bonds (the “Bonds”); and
- (b) a request by the Agency that the Commission approve the sale and issuance from time to time of not to exceed \$1,250,000,000 of Home Ownership Revenue Bonds to provide funds, together with any other available funds, to (a) purchase mortgage loans and other obligations, including mortgage backed securities, made for the purpose of assisting in providing home ownership for low and moderate income households in the State, (b) refund all or a portion of the Bonds previously issued by the Agency for the purpose described in (a) (or to refund Bonds of the Agency issued for that purpose), (c) make required deposits to the credit of any debt service reserve fund or other reserve fund required by the terms of the instrument pursuant to which the Bonds are issued, (d) finance all or a portion of the cost of termination of interest rate swap agreements in connection with the refunding of Bonds hedged by the terminated interest rate swap agreement and (e) pay all or a portion of the costs of issuance of the Bonds.

The Agency has advised the Commission that such Bonds may be issued pursuant to the Trust Agreement and Supplemental Trust Agreements supplementing the Trust Agreement in substantially the form of the Supplemental Trust Agreements previously entered into by the Agency under the Trust Agreement, with such changes and revisions as shall be necessary or convenient to reflect the transaction (such a supplement herein referred

to as an “Applicable Supplement”), or may be issued pursuant to a new Trust Agreement (an “Alternative Trust Agreement”) and any supplement thereto as deemed appropriate in order to effectuate the issuance of such Bonds.

The Agency has also advised the Commission that, depending on the financial conditions at the time the Bonds are issued from time to time, there may be benefits to the Agency of issuing a portion of the Bonds as variable interest rate obligations, and there may be benefits to the Agency of entering into interest rate swap agreement arrangements to hedge the variable interest rate. In the event that any of the Bonds bear interest at a variable interest rate, the terms of the Bonds may include provisions to facilitate the variable interest rate provisions, including provisions providing that the Bonds may be delivered to the Agency from time to time for purchase. In addition, the Agency would enter into such additional agreements as shall be necessary or desirable to facilitate the variable interest rate provisions of the Bonds, such as agreements for the delivery of a letter of credit to secure payment of the Bonds and a reimbursement agreement related thereto, standby bond purchase agreements and remarketing agreements.

Section 2. The Agency has requested approval of its selection of the following financing team members for the issuance from time to time of its Home Ownership Bonds:

Bond Counsel:	Womble Bond Dickinson (US) LLP
Trustee/Registrar:	The Bank of New York Mellon Trust Company, N.A.
Underwriters’ Counsel:	Bode, PLLC
Underwriters:	RBC Capital Markets LLC; BofA Securities, Inc.; Morgan Stanley & Co. LLC, Raymond James & Associates, Inc.; Wells Fargo Bank, National Association
Financial Advisor:	Caine Mitter & Associates Incorporated
Trustee’s Counsel:	Chapman and Cutler LLP

Section 3. The sale of Home Ownership Revenue Bonds issued pursuant to the Trust Agreement or an Alternative Trust Agreement from time to time in an aggregate principal amount not to exceed \$1,250,000,000 at negotiated sale pursuant to an executed Purchase Contract, which shall reflect the issuance of the Bonds herein approved and to be approved by the Secretary or a Designated Assistant (hereinafter described) of the Commission (which approval shall be conclusively evidenced by the Designated Assistant’s execution of the Purchase Contract) is hereby approved. The approval of the sale of \$1,250,000,000 of Bonds authorized hereby is in addition any unused existing approvals of the sale of Bonds of the Agency under prior resolutions of the Commission. The Secretary and the Designated Assistant may, at the request of the Agency, add any additional financial institutions to the underwriters named above, or remove any financial institution from the underwriting group for one or more issues or Series of Bonds. In addition, if, in consultation with the Commission, the Chair, the Executive Director or the Chief Financial Officer determine at the time of sale of the Bonds that it is in the best interests of the Agency that all or a portion of the Bonds be sold directly to one or more investors that are financial institutions, then all or a portion of the Bonds may be sold directly to such a financial institution under terms similar to the terms anticipated for a public offering of the Bonds. Bonds to be directly purchased by a financial institution shall be sold to such financial institution under a purchase contract acceptable to the Agency and approved by the Secretary

or the Designated Assistant. The Agency may determine which of the underwriters for a bond issue will serve as “senior managing underwriter” for an issue.

Section 4. The purchase price for the Bonds shall not be less than 98% of the aggregate principal amount of the Bonds, plus interest accrued on the Bonds (other than any Bonds dated the date of delivery thereof) from the date thereof to the date of delivery of and payment therefor, or such greater price as may be approved by the Secretary or Designated Assistant and set forth in the Purchase Contract.

Section 5. The Bonds may be issued and sold in one or more Series from time to time. Each Series of Bonds shall mature on the dates, and in the principal amounts and shall bear interest at the rate or rates from the date thereof, and shall have a final maturity of not to exceed 40 years from the date of issuance of such Bonds, all as may be set forth in the Purchase Contract and as may be approved by the Secretary or Designated Assistant provided that such Bonds shall bear interest at a rate or rates resulting in a true interest cost (expressed as a percentage) of not in excess of 8.0% and any underwriting discount shall not exceed \$12.50 per bond. In the event that any Bonds of a Series will bear interest at a variable interest rate, the true interest cost of the Series may take into account the rate at which payments under an interest rate swap agreement hedging such variable interest rate is computed.

In addition, if the Agency determines that it may realize interest rate savings on all or a portion of a Series of Bonds through a direct placement of such Bonds to a designated investor such as Fannie Mae or Freddie Mac under terms acceptable to the Agency, all or a portion of such Bonds may be sold directly to such investors. In such event, the Secretary is authorized to approve the terms of a bond purchase contract setting forth the terms of the purchase on behalf of the Commission.

Section 6. The Commission does hereby determine that the sale of the Bonds in the manner and for the prices as provided in this resolution is in the best interest of the Agency and best effectuates the purposes of Chapter 122A of the General Statutes of North Carolina.

Section 7. The Secretary and any Designated Assistant of the Commission is hereby authorized to execute, if necessary, the statement in the Official Statement for the Bonds relative to the Commission’s determinations with regard to the Bonds.

Section 8. In the event that any of the Bonds bear interest at a variable interest rate, the terms of the Bonds may include such provisions as the Agency, in consultation with the Secretary of the Commission, shall find necessary or desirable to facilitate the variable interest rate provisions, including provisions providing that the Bonds may be delivered to the Agency from time to time for purchase. In addition, the Agency, in consultation with the Secretary of the Commission, is authorized to enter into, such additional agreements as shall be necessary or desirable to facilitate the variable interest rate provisions of the Bonds, such as agreements for the delivery of a letter of credit to secure payment of the Bonds and a reimbursement agreement related thereto, standby bond purchase agreements and remarketing agreements.

Section 9. The Commission, pursuant to G.S. 159-196, hereby approves the Agency entering into one or more interest rate swap agreements hedging the variable interest rate of any of the Bonds to a fixed rate. Any such interest rate swap agreement shall be in a form approved by the Secretary of the Commission and shall be in customary form for agreements of this nature, based on prior interest rate swap agreements entered by the Agency.

Section 10. The Secretary of the Commission shall have the power to appoint such Designated Assistants for the purposes of this resolution as the Secretary shall deem necessary in order to carry out the purposes of this resolution.

Section 11. This resolution shall be effective immediately upon its adoption.

Secretary Wooten seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 – 0.

Ariana Kudlats and Brett Warner from the NC Housing Finance Agency and Tom Lee, Bond Counsel with Womble Bond Dickinson, attended virtually and answered members' questions.

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CITY OF ELIZABETH CITY

Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE FINANCING TEAM FOR THE CITY OF ELIZABETH CITY, NORTH CAROLINA COMBINED ENTERPRISE SYSTEM REVENUE BOND, SERIES 2026

WHEREAS, the City of Elizabeth City, North Carolina (the "City") has requested that the North Carolina Local Government Commission (the "Commission") approve its selection of the following financing team members for the upcoming issuance of its City of Elizabeth City, North Carolina Combined Enterprise System Revenue Bond, Series 2026 (the "Bond"):

Bond Counsel:	Womble Bond Dickinson (US) LLP
Trustee/Bond Registrar:	U.S. Bank Trust Company, National Association
Trustee's Counsel:	Holland & Knight LLP
Purchaser:	Webster Public Finance Corporation
Purchaser's Counsel:	Gilmore & Bell, P.C.
Municipal Advisor:	First Tryon Advisors

WHEREAS, based upon the information and evidence received by the Commission, the Commission is of the opinion that the request by the City should be approved.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the above financing team is hereby approved for the issuance of the Bond.

Mr. Hughes seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

RESOLUTION APPROVING THE APPLICATION OF THE CITY OF ELIZABETH CITY, NORTH CAROLINA FOR THE ISSUANCE OF A NOT TO EXCEED \$19,000,000 COMBINED ENTERPRISE SYSTEM REVENUE BOND, SERIES 2026

WHEREAS, the City of Elizabeth City, North Carolina (the “City”) has applied to the North Carolina Local Government Commission (the “Commission”), pursuant to The State and Local Government Revenue Bond Act, as amended, for approval of the issuance by the City of a not to exceed \$19,000,000 Combined Enterprise System Revenue Bond, Series 2026 (the “Bond”) for the purpose of providing funds, together with any other available funds, to (a) pay the costs of acquiring, constructing and equipping certain improvements to the City’s Combined Enterprise System, including, without limitation, (i) the construction of new water wells and the rehabilitation of existing water wells and (ii) the construction of a new electric substation and transmission lines (collectively, the “Project”) and (b) pay certain financing costs associated with the sale and issuance of the Bond; and

WHEREAS, the City has furnished to the Commission forms of the following documents:

- (a) Trust Agreement, to be dated as of September 1, 2026 (the “Trust Agreement”), between the City and U.S. Bank Trust Company, National Association, as trustee (the “Trustee”);
- (b) First Supplemental Trust Agreement, to be dated as of September 1, 2026 (the “First Supplemental Trust Agreement”), between the City and the Trustee; and
- (c) Bond Purchase Agreement, to be date as of the date of delivery thereof (the “Bond Purchase Agreement”), among Webster Public Finance Corporation, as the purchaser, the Commission and the City;

WHEREAS, based upon the information and evidence received in connection with such application, it is hereby determined and found by the Commission:

- (i) that the proposed Bond is necessary or expedient;
- (ii) that the proposed amount of such proposed Bond is adequate, when added to other monies available to the City, and not excessive for the proposed purposes thereof;
- (iii) that the proposed Project is feasible;
- (iv) that the City’s debt management procedures and policies are good; and
- (v) that the proposed Bond can be marketed at a reasonable interest cost to the City.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application of the City of Elizabeth City, North Carolina for approval of the proposed Bond in a principal amount not to exceed \$19,000,000 for the purposes set forth herein is hereby approved pursuant to The State and Local Government Revenue Bond Act, as amended.

Mr. Hughes seconded the motion and the foregoing resolution was adopted by unanimous vote of 9-0.

Thereupon, Mr. Stith made a motion to adopt the following resolution:

RESOLUTION CONCERNING THE PRIVATE SALE OF THE CITY OF ELIZABETH CITY, NORTH CAROLINA COMBINED ENTERPRISE SYSTEM REVENUE BOND, SERIES 2026

WHEREAS, Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina authorizes the North Carolina Local Government Commission (the “Commission”) to sell revenue bonds at private sale without advertisement to any purchasers thereof at such prices as the Commission determines to be in the best interest of the issuing unit, subject to the approval of the governing board of the issuing unit; and

WHEREAS, Webster Public Finance Corporation (the “Purchaser”) has offered to purchase from the City of Elizabeth City, North Carolina (the “City”) its Combined Enterprise System Revenue Bond, Series 2026 (the “Bond”) upon the terms and conditions set forth below and in the form of the Bond Purchase Agreement relating thereto (the “Bond Purchase Agreement”); and

WHEREAS, the City has requested the Commission to sell the Bond at private sale without advertisement in accordance with Article 7, as amended, of Chapter 159 of the General Statutes of North Carolina; and

WHEREAS, the Commission desires to approve the request of the City that it sell the Bond at private sale without advertisement; and

WHEREAS, the Commission desires to accept the offer of the Purchaser to purchase the Bond pursuant to the terms of the Bond Purchase Agreement and upon the terms and conditions set forth below;

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission:

Section 1. The sale of the Bond to the Purchaser at private sale without advertisement pursuant to the Bond Purchase Agreement substantially in the form furnished to the Commission is hereby approved, such sale being subject to the approval of the City and satisfaction of the conditions set forth below.

Section 2. The aggregate principal amount of the Bond shall not exceed \$19,000,000 and the purchase price for the Bond shall be approved by the Designated Assistant on the date of the sale of the Bond as set forth in the Bond Purchase Agreement.

Section 3. The Bond shall bear interest at an interest rate not to exceed 4.665% per annum, and the Bond shall be sold to the Purchaser at a purchase price equal to the par amount of the Bond.

Section 4. The final maturity of the Bond shall not exceed April 1, 2046.

Section 5. The Commission hereby determines that the sale of the Bond in the manner and for the price as provided in this resolution is in the best interest of the City, provided that such sale shall be approved by the City.

Section 6. The Secretary of the Commission, or any Deputy Secretary is hereby appointed the Designated Assistant of the Commission for the purpose of this resolution, and the Designated Assistant is hereby authorized and directed, within the terms and conditions of this resolution, to approve such changes to the Bond Purchase Agreement, including details of the Bond, as shall be satisfactory to him or her, to approve the forms of other documents relating to the Bond, to execute and deliver the Bond Purchase Agreement and any such documents on behalf of the Commission and to provide for the execution and delivery of the Bond in accordance with the order of the City, the Trust Agreement and the First Supplemental Trust Agreement relating to the issuance of the Bond and the Bond Purchase Agreement.

Section 7. This resolution shall be effective immediately upon its adoption.

Mr. Hughes seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

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TOWN OF LAKE WACCAMAW

Secretary Wooten made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE APPLICATION OF THE TOWN OF LAKE WACCAMAW, NORTH CAROLINA. THIS PROJECT CONSISTS OF THE PURCHASE OF A VEHICLE (THE “PROJECT”) THROUGH AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. 160A-20

WHEREAS, the Town of Lake Waccamaw, North Carolina (the “Town”) has determined that the Project, the purchase of a used 2012 rescue pumper vehicle, is necessary to provide reliable fire protection and emergency response services to the Town residents and surrounding mutual aid partners; and

WHEREAS, pursuant to Section 160A-20 of the General Statutes of North Carolina, the Town intends to finance the Project through an Installment Financing Contract (the “Contract”) with Civic Financial Partners LLC (the “Lender”), whereby the Lender shall advance moneys to the Town, and the Town, subject to its right of nonappropriation, shall repay the advance with interest in installments; and

WHEREAS, the principal amount of the Contract shall not exceed \$175,000 with monthly level debt service payments for a term of fifteen (15) years at an approved interest rate of 6.05%; and

WHEREAS, pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, as a local government on the Unit Assistance List, the Town has made proper application to the North Carolina Local Government Commission (the "Commission") for approval of the proposed financing pursuant to S.L. 2022-53, s. 6; and

WHEREAS, the Secretary of the Commission has determined that the Town has complied with G.S. 159-149; and

WHEREAS, the Commission, pursuant to G.S. 159-151(b), upon information and evidence received, finds and determines as follows:

- (i) that the proposed Project is necessary and expedient for the Town;
- (ii) that the proposed undertaking cannot be economically financed by a bond issue;
- (iii) that the sums to fall due under the Contract are adequate and not excessive for its proposed purpose;
- (iv) that the Contract will not require an excessive increase in taxes; and
- (v) that the Town is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the North Carolina Local Government Commission that the application for approval of the Contract and the planned financing are hereby approved under the provisions of G.S. 160A-20, as amended, Article 8 of Chapter 159 of the General Statutes, as amended, and relevant resolutions of the Commission."

Mr. Stith seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

* * * * *

EDGECOMBE COUNTY

Mr. Stith made a motion to adopt the following resolution:

"RESOLUTION APPROVING THE APPLICATION OF THE COUNTY OF EDGECOMBE FOR THE FINANCING OF COUNTY FACILITY IMPROVEMENTS AND ROLLING STOCK THROUGH AN AMENDMENT TO AN INSTALLMENT FINANCING CONTRACT PURSUANT TO G.S. § 160A-20

WHEREAS, under Section 160A-20 of the General Statutes, the County of Edgecombe, North Carolina (the "County") has previously entered into an Installment Financing Contract dated as of September 1, 2025 (the "2025 Contract") between the Edgecombe Public Facilities Corporation (the "Corporation") and the County, the proceeds of which were used to finance projects of the County;

WHEREAS, the County has determined that it is in the County's best interest to enter into Amendment Number One to the 2025 Contract (the "First Amendment" and together with the 2025 Contract, the "Contract") dated as of September 1, 2026, between the Corporation and the County, in order to finance (a) renovations and improvements to multiple County facilities, including but not limited to HVAC improvements, courthouse renovations, and equipment; and (b) the acquisition of rolling stock (collectively, the "*2026 Project*") and (2) pay certain costs related to the execution and delivery of the First Amendment;

WHEREAS, to assist the County with the financing described above, the Corporation will enter into Supplemental Indenture, Number 1 (the "First Supplement"), which supplements the Indenture of Trust dated as of September 1, 2025 (the "2025 Indenture" and together with the First Supplement, the "Indenture") between the Corporation and Truist Bank, as trustee (the "Trustee"), pursuant to which the Corporation will execute and deliver its Limited Obligation Bond, Series 2026 (the "2026 Bond");

WHEREAS, the 2026 Bond is to be placed with JPMorgan Chase Bank, N.A. (the "Original Purchaser"), and the proceeds from the sale of the 2026 Bond will be remitted by the Original Purchaser to the Trustee to fund the advance by the Corporation to the County under the First Amendment; and

WHEREAS, the aggregate principal amount of 2026 Bond shall not exceed \$2,200,000;

WHEREAS, the maturity of the installment payments shall not extend beyond 2041;

WHEREAS, the interest rate shall be 4.32% per annum, as may be adjusted as set forth in the First Supplement;

WHEREAS, pursuant to Article 8 of Chapter 159 of the General Statutes, the County and the Corporation have made proper application to the Local Government Commission of North Carolina (the "Commission") for approval of the proposed financing; and

WHEREAS, pursuant to Section 159-151 of the General Statutes and upon information and evidence received, the Commission finds and determines that:

- i) the First Amendment is necessary or expedient for the County;
- ii) the First Amendment, under the circumstances, is preferable to a bond issue by the County for the same purposes;
- iii) the sums to fall due under the First Amendment are adequate and not excessive for the Contract's proposed purposes;
- iv) the County's debt management procedures and policies are good;
- v) the increase in taxes, if any, necessary to meet the sums to fall due under the Contract will not be excessive; and
- vi) the County is not in default in any of its debt service obligations.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the application for approval of the First Amendment, the 2026 Bond and the planned financing is hereby approved under the provisions of Section 160A-20, Article 8 of Chapter 159 of the General Statutes and relevant resolutions of the Commission.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

Mr. Stith made a motion to adopt the following resolution:

“RESOLUTION APPROVING THE FINANCING TEAM FOR THE LIMITED OBLIGATION BOND, SERIES 2026 EXECUTED AND DELIVERED FOR THE BENEFIT OF THE COUNTY OF EDGECOMBE

WHEREAS, the County of Edgecombe, North Carolina (the “County”) has requested that the Local Government Commission of North Carolina (the “Commission”) approve its selection of the following financing team members for the referenced limited obligation bond:

Bond Counsel:	- Parker Poe Adams & Bernstein LLP
Original Purchaser:	- JPMorgan Chase Bank, N.A.
Original Purchaser’s Counsel:	- Womble Bond Dickinson (US) LLP
Financial Advisor:	- Davenport & Company LLC
Trustee:	- Truist Bank
Trustee’s Counsel:	- Pope Flynn, LLC

WHEREAS, based on the information and evidence received by the Commission, the Commission is of the opinion that the request by the County should be approved.

NOW, THEREFORE, BE IT RESOLVED by the Commission that the above financing team is hereby approved for the referenced limited obligation bond financing.”

Ms. Hoffmann seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 - 0.

RESOLUTION REGARDING LATE AUDIT SUBMISSIONS / SALES TAX WITHHOLDING PROCESS – SUCCESSFUL APPEALS

Mr. Stith made a motion to adopt the following resolution:

See **EXHIBIT 2:** “*Resolution of Successful Appeals Pursuant to Paragraph 1 of the Local Government Commission’s Revised Guidelines For Successful Appeal*” (amended to add the Town of Columbus).

Mr. Brown seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 – 0.

**RESOLUTION REGARDING LATE AUDIT SUBMISSIONS / SALES TAX
WITHHOLDING PROCESS –APPEALS GRANTED BASED ON OTHER GOOD
CAUSE**

Mr. Hughes made a motion to adopt the following resolution:

See **EXHIBIT 3**: “*Resolution Granting Appeals Based on ‘Other Good Cause with Evidence’ Pursuant to the Local Government Commission’s Revised Guidelines*” (amended to remove the Town of Columbus and add the Town of Gaston).

Secretary Wooten seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 – 0.

* * * * *

**RESOLUTION REGARDING LATE AUDIT SUBMISSIONS / SALES TAX
WITHHOLDING PROCESS –APPEALS DENIED BASED ON LACK OF OTHER
GOOD CAUSE**

Mr. Stith made a motion to adopt the following resolution:

See **EXHIBIT 4**: “*Resolution Denying Appeals Based on ‘Other Good Cause with Evidence’ Pursuant to the Local Government Commission’s Revised Guidelines; and Acknowledging Sales Tax Withholding from Remaining Units*” (amended to remove the Town of Gaston and to update the narrative for the Town of Robbins to reflect 3 missing audit reports).

Mr. Brown seconded the motion and the foregoing resolution was adopted by unanimous vote of 8 – 0 (Abstain: Wooten).

The accompanying materials were corrected to show a FY2027 General Fund Budget amount of \$225,000 (not \$22,500) for the Town of Dover.

Representatives from the following towns attended the meeting to answer questions:

Gaston: Beverly Stroud, CPA (attended in person); Mayor Deborah James, Mayor Pro Tem Donald Conner, Commissioner Patricia Penn-Jacobs, Police Chief Clayton Bowser, and Asst. Clerk TaMara High (all attended virtually)

Dover: Finance Officer Brenda Ingram (attended virtually)

* * * * *

TOWN OF RONDA

The Commission members, Commission Secretary, and Director of Fiscal Management Kendra Boyle discussed the financial condition of the Town of Ronda. The following Town representatives attended the meeting in person to speak and answer questions: Mayor Pro Tem Kevin Reece and Commissioner Bobby Munsey. At Commissioner Munsey’s invitation, mayoral candidate Mayor Chadley Blackburn also spoke.

Following the discussion, Treasurer Briner made a motion to adopt the following resolution:

See **EXHIBIT 5:** “*Resolution Giving Notice and Warning to the Town of Ronda, Pursuant to N.C. Gen. Stat. § 159-181(c) . . .*”.

Auditor Boliek seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

* * * * *

TOWN OF ROWLAND

The Commission members, Commission Secretary, and Director of Fiscal Management Kendra Boyle discussed the financial condition of the Town of Rowland. The following Town representatives attended the meeting in person to speak and answer questions: Mayor Robert McDougald, Commissioner (for Finances) Patrick Kelly, and Town Clerk John Lewis.

Following the discussion, Mr. Stith made a motion to adopt the following resolution:

See **EXHIBIT 6:** “*Resolution Giving Notice and Warning to the Town of Rowland, Pursuant to N.C. Gen. Stat. § 159-181(c) . . .*”.

Ms. Johnson seconded the motion and the foregoing resolution was adopted by unanimous vote of 9 -0.

* * * * *

TOWN OF LITTLETON

Town of Littleton representatives attended the meeting in person to give the Commission an update on the Town’s progress in completing the outstanding annual audits, the Town’s financial condition, and efforts towards a merger or interlocal agreement concerning the Town’s water and wastewater systems. Town representatives attended the meeting in person to speak and answer questions: Mayor Heidi Hogan, Commissioner Ophelia Gould-Faison, Finance Officer/Town Clerk Stevelyn J. Riggan, and Beverly Stroud, CPA. Following the discussion, the Commission asked the Town to return in December to provide further updates, with goals of submitting another past due annual audit (or showing substantial progress) and executing an interlocal agreement with Halifax County related to management and/or operation of the Town’s water and wastewater systems. No other action was taken by the Commission.

* * * * *

Secretary Wooten made a motion to adjourn. Mr. Stith seconded the motion which passed by unanimous consent. The meeting adjourned at 5:35 p.m.

The next regularly scheduled meeting of the North Carolina Local Government Commission will be held on October 6, 2026, at 1:30 p.m.

* * * * *

I, Jennifer Wimmer, Deputy Secretary of the North Carolina Local Government Commission, CERTIFY that the foregoing is a true and correct account of actions taken at a meeting of the North Carolina Local Government Commission duly called and held on September 1, 2026.

WITNESS my hand at Raleigh, NC, this 1st day of September, 2026.

Jennifer Wimmer

Jennifer Wimmer, Deputy Secretary of the
Local Government Commission of North Carolina



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

**RESOLUTION OF APPRECIATION FOR THE
HONORABLE ELAINE F. MARSHALL**

WHEREAS, the Honorable Elaine F. Marshall was elected North Carolina Secretary of State in 1996 and took office in January 1997, becoming the first woman elected to a statewide executive office in North Carolina; and

WHEREAS, by virtue of her office and pursuant to G.S. 159-3, Secretary Marshall has served continuously as an ex officio member of the Local Government Commission for more than 29 years;

WHEREAS, Secretary Marshall has provided invaluable continuity and institutional knowledge to the Commission while serving with five State Treasurers and Commission chairs and alongside many appointed and ex officio members; and

WHEREAS, through careful review, thoughtful questions, and active participation in the Commission's deliberations and decisions, Secretary Marshall has helped the Commission evaluate public financings, safeguard the fiscal health of local governments and public authorities, and promote responsible stewardship of public resources; and

WHEREAS, Secretary Marshall's exemplary service has strengthened the Commission's tradition of prudent debt oversight, responsible fiscal administration, and assistance to local governments and public authorities throughout the State; and

NOW, THEREFORE, BE IT RESOLVED BY THE NORTH CAROLINA LOCAL GOVERNMENT COMMISSION THAT:

Section 1. The North Carolina Local Government Commission hereby expresses its profound appreciation and gratitude to Secretary Elaine F. Marshall for her leadership, dedication, wise counsel, and more than 29 years of distinguished service to the Commission.

Section 2. The Chair and Secretary of the Commission are hereby directed to prepare, certify, and present a copy of this Resolution to Secretary Marshall as an expression of the Commission's esteem and gratitude.

Section 3. This Resolution shall be spread upon the minutes of the Commission for the meeting at which it is adopted and is effective upon adoption.

Adopted this 1st day of September 2026.

Chair, State Treasurer Bradford B. Briner

Secretary, Denise H. Canada



NORTH CAROLINA

DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

RESOLUTION OF SUCCESSFUL APPEALS PURSUANT TO PARAGRAPH 1 OF THE LOCAL GOVERNMENT COMMISSION'S REVISED GUIDELINES FOR SUCCESSFUL APPEAL

WHEREAS, pursuant to G.S. 159-34(f), the Local Government Commission ("Commission") adopted the *Revised Guidelines for Successful Appeal of Sales Tax Withholding Pursuant to Session Law 2023-59* on November 12, 2024 (the "*Revised Guidelines*"); and

WHEREAS, the county and municipality listed within Attachment A ("Units") failed to submit a fiscal year 2025 annual audit report as required by G.S. 159-34(a) within nine (9) months of fiscal year end; and

WHEREAS, the Secretary of the Local Government Commission ("Secretary") provided Notices of Noncompliance on April 29, 2026, to the Units as required by G.S. 159-34(e); and

WHEREAS, the Units have failed to comply with the Notice of Noncompliance and have not submitted their fiscal year 2025 annual audit report within twelve (12) months of fiscal year end; and

WHEREAS, as provided by G.S. 159-34(e), the Units are deemed to have given consent to the withholding of a portion of their sales tax distributions as provided in G.S. 159-34(g); and

WHEREAS, as provided in G.S. 159-34(f), a county or municipality may notify the Secretary in writing that it plans to appeal the action to withhold a portion of its sales tax distributions; and

WHEREAS, Paragraph 1 of the *Revised Guidelines* states, "that the Commission shall deem an appeal successful if the audit for which the noncompliance notice was issued to the county or municipality is the only audit not submitted as required pursuant to G.S. 159-34(a);" and

WHEREAS, staff of the Commission have determined, and verified with Commission records, that the Units identified in Attachment A have met the Paragraph 1 guideline for a successful appeal, namely that the fiscal year 2025 audit report is the only audit report not submitted, and that a written appeal was filed by the Unit; and

WHEREAS, Paragraph 3 of the *Revised Guidelines* states, "that the Commission may waive the requirement for a county or municipality to appear before the Commission if the appeal is considered successful based on the guideline established in Paragraph 1;" and

WHEREAS, the Commission, in accordance with Paragraph 3, hereby waives the requirement that the Units appear before the Commission; and

WHEREAS, the Commission emphasizes the importance of every unit of local government submitting the required annual audit report in a timely manner pursuant to G.S. 159-34(a); and

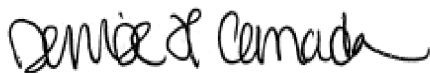
WHEREAS, the Commission expects all Units identified in Attachment A to make every effort to file the fiscal year 2025 audit report as soon as possible;

NOW, THEREFORE, BE IT RESOLVED that:

1. The appeals filed by the Units listed in Attachment A are granted and no portion of sales tax distributions shall be withheld from those Units for the Commission's fiscal year 2025 review cycle.
2. The Commission directs the Secretary to provide written notice to the Units in Attachment A that each Unit has qualified for a successful appeal and that no portion of sales tax distributions will be withheld from the Unit.

I, Denise Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the resolution adopted by the North Carolina Local Government Commission at its meeting held on September 1, 2026.

WITNESS my hand this 1st day of September 2026.



Denise H. Canada, Secretary
North Carolina Local Government Commission

**ATTACHMENT A: APPEALS BASED ON PARAGRAPH 1 OF THE LGC’S
REVISED GUIDELINES FOR SUCCESSFUL APPEAL**

1.	Town of Columbus
2.	Madison County
3.	Town of Star



NORTH CAROLINA

DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

RESOLUTION **GRANTING** APPEALS BASED ON “OTHER GOOD CAUSE WITH EVIDENCE” PURSUANT TO THE LOCAL GOVERNMENT COMMISSION’S REVISED GUIDELINES

WHEREAS, the municipalities listed within Attachment A (“Units”) failed to submit a fiscal year 2025 annual audit report as required by G.S. 159-34(a) within nine (9) months of fiscal year end;

WHEREAS, on April 29, 2026, the Secretary of the Local Government Commission (“Secretary”) provided a Notice of Noncompliance to each Unit as required by G.S. 159-34(e);

WHEREAS, the Units have failed to comply with the Notice of Noncompliance and have not submitted their fiscal year 2025 annual audit reports within twelve (12) months of fiscal year end;

WHEREAS, as provided by G.S. 159-34(e), the Units are deemed to have given consent to the withholding of a portion of their sales tax distributions as provided in G.S. 159-34(g);

WHEREAS, the Units listed in Attachment A have each submitted a written notice pursuant to G.S. 159-34(f) appealing the action of withholding a portion of their sales tax distributions;

WHEREAS, the Commission emphasizes the importance of every unit of local government submitting required annual audit reports in a timely manner pursuant to G.S. 159-34(a); and

WHEREAS, the Commission expects all Units identified in Attachment A to make every effort to file all missing audit reports as soon as possible;

NOW, THEREFORE, BE IT RESOLVED that:

1. The Commission finds that each Unit identified in Attachment A has provided an explanation that the failure to submit its fiscal year 2025 annual audit report is due to a circumstance within the Commission’s established [guidelines of other good cause](#) to support the basis for its appeal;
2. The Commission finds that each Unit identified in Attachment A has provided sufficient relevant evidence that the failure to submit its fiscal year 2025 annual audit report is due to a circumstance within the Commission’s established [guidelines of other good cause](#), supporting the basis for a successful appeal for the Commission’s fiscal year 2025 review cycle; and therefore, those appeals are GRANTED;

3. The Commission directs the Secretary to notify each Unit in Attachment A that its appeal has been considered and granted for the Commission's fiscal year 2025 cycle and that no portion of its sales tax distributions will be withheld.

I, Denise Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the resolution adopted by the North Carolina Local Government Commission at its meeting held on September 1, 2026.

WITNESS my hand this 1st day of September 2026.



Denise H. Canada, Secretary
North Carolina Local Government Commission

ATTACHMENT A:

**APPEALS GRANTED BASED ON OTHER GOOD CAUSE WITH EVIDENCE
 PURSUANT TO THE LGC'S REVISED GUIDELINES**

1.	Town of Colerain The Town of Colerain has not submitted audit reports for fiscal years 2023, 2024, and 2025. In its appeal letter, the Town explains that it is awaiting the resolution of a North Carolina State Bureau of Investigation review concerning the alleged embezzlement of funds by the former mayor, who also served as the Town's finance officer. The investigation began in approximately April 2025, and the Town intends to await its conclusion before proceeding with the fiscal year 2023 audit. A new finance officer was appointed in September 2025. Although the Town is missing three years of audit reports, LGC staff recommend granting the appeal because the initiation of an investigation into potential embezzlement by the former mayor is an extraordinary event or circumstance that would explain the Town's lack of progress in submitting its annual audit reports.
2.	Town of East Arcadia The Town of East Arcadia has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal where the auditor was delayed in starting and completing the audit. In its appeal letter, the Town explains that approval of the fiscal year 2024 audit contract was delayed, preventing the new auditor from beginning work. The delay resulted from an issue that prevented a previously approved final invoice for the FY 2023 audit from posting correctly. The FY 2024 audit contract was ultimately approved in March 2026.
3.	Town of East Spencer The Town of East Spencer has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal of having two or more finance officers in the 12-month period from April 1, 2025 to April 1, 2026. The former finance officer separated in February 2026, and the current finance officer was hired in April 2026.
4.	Town of Ellenboro The Town of Ellenboro has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal of having two or more finance officers in the 12-month period from April 1, 2025 to April 1, 2026. The former finance officer retired at the end of 2024 and the current finance officer was hired in May 2025. The Town is currently participating in the NC League of Municipalities' Accounting, Instruction, and Mentorship (AIM) program, having enrolled earlier this year.
5.	Town of Gaston The Town of Gaston has not submitted audit reports for fiscal years 2024 and 2025. The Town's appeal is granted by the LGC after considering the amount of work required to overcome issues related to a software conversion. After the software conversion, the Town's trial balances for FY 2023 were not balancing. The third-party bookkeeper was required to review each bank statement and reconstruct the Town's records to reach a trial balance that balanced. This was completed in July 2026 and provided to the auditor. The FY 2023 audit report was later filed in July 2026.

6.	Town of Louisburg The Town of Louisburg has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal of having two or more finance officers in the 12-month period from April 1, 2025 to April 1, 2026. The former finance director separated in February 2026, and the current Town Administrator was appointed as interim finance officer in April 2026.
7.	Town of Pilot Mountain The Town of Pilot Mountain has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal because its finances were under investigation by the NC State Bureau of Investigation (SBI) and the Office of State Auditor (OSA) for suspected fraud or other criminal activity during the 12-month period from April 1, 2025 to April 1, 2026. The Town's previous finance officer was terminated in December 2024 following accusations of misuse of Town funds. The OSA investigation identified a range of potentially fraudulent purchases. In May 2026, the former finance officer was indicted on a charge of embezzlement of Town funds. The NC SBI investigation is ongoing as of June 24, 2026.
8.	Town of Rich Square The Town of Rich Square has not submitted audit reports for fiscal years 2024 and 2025. The Town meets one of the guidance criteria for granting an appeal of having two or more finance officers in the 12-month period from April 1, 2025 to April 1, 2026. The former finance officer separated in April 2025. The current finance officer, who also functions as the Town Clerk, was appointed in April 2025. The Town is participating in the NC League of Municipalities' Accounting, Instruction, and Mentorship (AIM) program.



NORTH CAROLINA

DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

RESOLUTION **DENYING** APPEALS BASED ON “OTHER GOOD CAUSE WITH EVIDENCE” PURSUANT TO THE LOCAL GOVERNMENT COMMISSION’S REVISED GUIDELINES; AND ACKNOWLEDGING SALES TAX WITHHOLDING FROM REMAINING UNITS

WHEREAS, the municipalities listed within Attachment A and Attachment B (together the “Units”) failed to submit a fiscal year 2025 annual audit report as required by G.S. 159-34(a) within nine (9) months of fiscal year end;

WHEREAS, on April 29, 2026, the Secretary of the Local Government Commission (“Secretary”) provided a Notice of Noncompliance to each Unit as required by G.S. 159-34(e);

WHEREAS, the Units have failed to comply with the Notice of Noncompliance and have not submitted their fiscal year 2025 annual audit report within twelve (12) months of fiscal year end;

WHEREAS, as provided by G.S. 159-34(e), the Units are deemed to have given consent to the withholding of a portion of their sales tax distributions as further provided in G.S. 159-34(g);

WHEREAS, the Units listed within Attachment A have each submitted a written notice of appeal prior to the initiation of action to withhold a portion of sales tax distributions pursuant to G.S. 159-34(f);

WHEREAS, the Units listed within Attachment B have not filed a written notice of appeal pursuant to G.S. 159-34(f) prior to the initiation of action to withhold a portion of sales tax distributions;

WHEREAS, the Commission emphasizes the importance of every unit of local government submitting required annual audit reports in a timely manner pursuant to G.S. 159-34(a); and

WHEREAS, the Commission expects all Units identified within Attachment A and Attachment B to make every effort to file all missing audit reports as soon as possible;

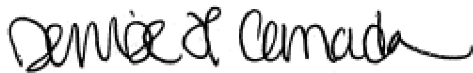
NOW, THEREFORE, BE IT RESOLVED that:

1. The Commission finds that the Units’ explanations, as described within Attachment A, do not show that the failure of each Unit to submit its fiscal year 2025 annual audit report is due to a circumstance within the Commission’s established [guidelines of other good cause](#);
2. The Commission finds that the Units identified within Attachment A have not provided sufficient relevant evidence of other good cause to show that the failure of each Unit to submit its fiscal year 2025 annual audit report is due to a circumstance within the Commission’s established guidelines; and therefore, those appeals are **DENIED**;

3. The Commission directs the Secretary to provide written notice to each Unit within Attachment A that each Unit's appeal has been considered by the Commission and has been denied due to lack of sufficient evidence of other good cause to support the basis for its appeal and that a portion of sales tax distributions will be withheld from those Units pursuant to G.S. 159-34(g);
4. The Commission directs the Secretary to provide written notice to each Unit within Attachment B that a portion of sales tax distributions will be withheld from those Units pursuant to G.S. 159-34(g); and
5. The Commission directs the Secretary to provide the North Carolina Secretary of Revenue with a schedule of the required sales tax withholding, including the total cumulative amount to be withheld from each Unit listed within Attachment A and Attachment B.

I, Denise Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the resolution adopted by the North Carolina Local Government Commission at its meeting held on September 1, 2026.

WITNESS my hand this 1st day of September 2026.



Denise H. Canada, Secretary
North Carolina Local Government Commission

ATTACHMENT A:

**APPEALS DENIED FOR FAILURE TO PROVIDE SUFFICIENT EVIDENCE
OF OTHER GOOD CAUSE TO SUPPORT THE APPEAL
PURSUANT TO THE LGC'S REVISED GUIDELINES**

1.	Town of Aurora The Town of Aurora has not submitted audit reports for fiscal years 2023, 2024, and 2025. In its appeal letter, the Town explains that a new deputy finance officer was hired in March 2026. The Town is working with the NC League of Municipalities Accounting, Instruction, and Mentorship (AIM) program. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
2.	Town of Autryville The Town of Autryville has not submitted audit reports for fiscal years 2024 and 2025. In its appeal letter, the Town refers to continued issues related to implementation and operation of financial software. The software conversion took place in FY 2023. The Town also describes operating with limited administrative staffing. The Town has contracted with a third-party bookkeeper to assist. The Town remains behind in submitting its annual audit reports, and no recent issues or events were identified that would explain the continued delay in audit submission. The recommendation is to deny the appeal.
3.	Town of Candor The Town of Candor has not submitted audit reports for fiscal years 2022, 2023, 2024, and 2025. In its appeal letter, the Town explains that it has been working with the audit firm to bring the outstanding audits up to date. The Town has also been working with the NC League of Municipalities Accounting, Instruction, and Mentorship (AIM) program. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal letter does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
4.	Town of Dover The Town of Dover has not submitted audit reports for fiscal years 2023, 2024, and 2025. In its appeal letter, the Town explains that it contracted with a third-party bookkeeper to correct the unit's books and to catch up with bookkeeping. A draft of the FY 2023 audit is anticipated to be provided to the Mayor and Board in August 2026 for review. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.

5.	Town of Linden The Town of Linden has not submitted audit reports for fiscal years 2024 and 2025. In its appeal letter, the Town describes staffing issues and the difficulty hiring part-time staff to assist with reconciliation and regular accounting. The Town has hired a third-party bookkeeper to assist with the general ledger. The Town remains behind in submitting its annual audit reports, and no recent issues or events were identified that would explain the continued delay in audit submission. The recommendation is to deny the appeal.
6.	Town of Littleton The Town of Littleton has not submitted audit reports for fiscal years 2022, 2023, 2024, and 2025. In its appeal letter, the Town discusses auditor workload and delays in the preparation of the financial statements by the third-party bookkeeper. The Town has since contracted with a different third-party bookkeeper. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
7.	Town of Macclesfield The Town of Macclesfield has not submitted audit reports for fiscal years 2022, 2023, 2024, and 2025. In its appeal letter, the Town explains that the current auditor will not be able to resume work on the FY 2022 audit until July 2026. The Town has requested that the auditor consider turning over unfinished work on the FY 2022 audit so the Town can contract with a different auditor to complete the FY 2022 audit. The Town has contracted with a third-party bookkeeper to assist with the Town's books. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
8.	Town of Morven The Town of Morven has not submitted audit reports for fiscal years 2024 and 2025. In its appeal letter, the Town describes delays in completing the audit attributable to workload constraints, scheduling challenges and the time required to obtain, review and reconcile supporting documentation. The Town completed the NC League of Municipalities Accounting, Instruction, and Mentorship (AIM) program in June 2026. The Town has a third-party bookkeeper assisting with accounting reconciliations. The Town remains behind in submitting its annual audit reports, and no additional issues or events were identified that would explain the continued delay in audit submission. The recommendation is to deny the appeal.

9.	Town of Robbins The Town of Robbins has not submitted audit reports for fiscal years 2023, 2024, and 2025. In its appeal letter, the Town describes the same issues reported last year, including the need to recreate its fiscal year 2022 audit file because it did not receive the necessary workpapers from a former auditor. The Town subsequently changed auditors again after the next auditor was unable to complete the audit without first recreating the fiscal year 2022 audit file. The FY 2022 audit is in progress. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
10.	Town of Robersonville The Town of Robersonville has not submitted audit reports for fiscal years 2023, 2024, and 2025. In its appeal letter, the Town states that it continues to work with the auditor to bring its required filings up to date. The Town has hired a third-party bookkeeper to assist with compiling the financial statements. LGC staff recommend denying appeals of units that are three or more years behind on their audits, unless the unit experienced a recent extraordinary event or circumstance that would explain the continued delay in audit submission. The Town's appeal does not identify or describe such an event or circumstance. Accordingly, the recommendation is to deny the appeal.
11.	Town of Sims The Town of Sims has not submitted audit reports for fiscal years 2024 and 2025. The Town explains that a new finance officer was hired in February 2025, after the previous finance officer resigned in October 2024. The Town contracted with a new auditor in February 2026. The Town is utilizing a third-party bookkeeper to assist with financial statements. The Town remains behind in submitting its annual audit reports, and no recent issues or events were identified that would explain the continued delay in audit submission. The recommendation is to deny the appeal.

ATTACHMENT B:

**UNITS NOT FILING WRITTEN APPEAL
PRIOR TO INITIATION OF ACTION TO WITHHOLD**

1.	Town of Black Creek
2.	Town of Como
3.	Town of Elm City
4.	Town of Fontana Dam
5.	Town of Newland
6.	Town of Proctorville
7.	Town of Siler City
8.	Town of Spring Lake
9.	Town of Taylortown



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

**RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN OF
RONDA, PURSUANT TO N.C. Gen. Stat. § 159-181(c), REGARDING
THE TOWN'S FAILURE TO COMPLY WITH THE BUDGET AND
FISCAL CONTROL REQUIREMENTS OF CHAPTER 159 OF THE
GENERAL STATUTES OF NORTH CAROLINA**

WHEREAS, the Town of Ronda (the "Town") in Wilkes County had a population of 439 as of July 1, 2024; and

WHEREAS, the Town operates a water and sewer system that provides services essential to public health and daily life, and a reported year-round population of 938 depended on the Town for these services as of 2025, according to [information reported to the North Carolina Department of Environmental Quality](#); and

WHEREAS, the staff of the Local Government Commission (the "Commission") have advised officials and the Board of Commissioners (the "Board") of the Town of their responsibilities for improving the Town's financial operations and position and for complying with the Local Government Budget and Fiscal Control Act, G.S. Chapter 159, Article 3 (the "LGBFCA"), and related rules; and

WHEREAS, the Town has repeatedly failed to submit required annual audited financial statements timely; and

WHEREAS, the Town has repeatedly expended funds in excess of budget appropriations, in violation of state law; and

WHEREAS, the Town has failed to maintain the financial management and oversight necessary to comply with the LGBFCA and to safeguard public funds; and

WHEREAS, the Town's water and sewer operations have experienced persistent operating deficits that have contributed to the Town's deteriorating financial condition; and

WHEREAS, the Town faces severe and immediate financial distress and has reported that it is at risk of being unable to meet payroll and other operating obligations; and

WHEREAS, despite extensive monitoring, technical assistance, and guidance from Commission staff, the Town has not corrected its financial management deficiencies; and

WHEREAS, Commission staff have advised officials and the Board that the Commission may intervene when a municipality fails or refuses to improve its financial operations, fails to comply with budget and fiscal control laws, or is in danger of defaulting on debt service payments; and

WHEREAS, under N.C. Gen. Stat. § 159-181(c), after notice and warning, the Commission may assume full control of all financial affairs of any unit of government that willfully or

negligently fails or refuses to comply with the provisions of Chapter 159 of the General Statutes of North Carolina;

NOW, THEREFORE, the Commission directs its Secretary, pursuant to N.C. Gen. Stat. § 159-181(c):

1. To notify the Town, its officers, and its Board that the Town has:
 - Failed to submit its five most recent annual audit reports timely, which is a violation of North Carolina G. S. 159-34(a); and
 - Spent funds repeatedly without sufficient appropriations, which is a violation of North Carolina G. S. 159-28(a); and
 - Failed to comply with G.S. 159-25(a)(1) which requires that the finance officer “keep the accounts of the local government or public authority in accordance with generally accepted principles of governmental accounting and the rules and regulations of the Commission;” and
2. To notify the Town, its officers, and its Board that the Commission:
 - Expects a response not later than 30 days from the date of this Resolution that provides an action plan that addresses and remedies the deficiencies detailed in this Resolution; and
 - May act under its authority in the North Carolina General Statutes and Administrative Code prior to the receipt of a response to this document from the Town if the Commission finds it necessary to do so to safeguard the assets of the Town;
3. To deliver to the Town, its officers, and its Board of this Resolution as Notice and Warning from the Commission pursuant to the provisions of Chapter 159 of the General Statutes of North Carolina; and
4. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

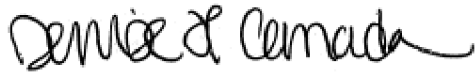
Failure to comply with this notice may result in the enforcement of N.C. Gen. Stat. § 159-181(c) under which the Commission may assume full control of the Town’s financial affairs.

I, Denise H. Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the Resolution adopted by the North Carolina Local Government Commission at its meeting held on

Resolution of Notice and Warning – N.C.G.S. 159-181(c)
Town of Ronda
September 1, 2026
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September 1, 2026.

WITNESS my hand this 1st day of September, 2026.

A handwritten signature in black ink, appearing to read "Denise H. Canada". The signature is fluid and cursive, with a long, sweeping underline.

Denise H. Canada, Secretary
North Carolina Local Government Commission



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

**RESOLUTION GIVING NOTICE AND WARNING TO THE TOWN
OF ROWLAND, PURSUANT TO N.C. Gen. Stat. § 159-181(c),
REGARDING THE TOWN'S FAILURE TO COMPLY WITH THE
BUDGET AND FISCAL CONTROL REQUIREMENTS OF CHAPTER
159 OF THE GENERAL STATUTES OF NORTH CAROLINA**

WHEREAS, the Town of Rowland (the "Town") in Robeson County had a population of 888 as of July 1, 2024; and

WHEREAS, the Town operates a water and sewer system that provides services essential to public health and daily life, and a reported year-round population of 1,341 depended on the Town for these services as of 2025, according to [information reported to the North Carolina Department of Environmental Quality](#); and

WHEREAS, the Town's Board of Commissioners (the "Board") holds the fiduciary responsibility to manage public funds prudently, to safeguard the fiscal health of the Town for its taxpayers and residents, and to ensure that the Town complies with the Local Government Budget and Fiscal Control Act, G.S. Chapter 159 (Article 3), and related rules; and

WHEREAS, staff of the Local Government Commission (the "Commission") have advised Town officials and the Town's Board of their responsibilities under the Local Government Budget and Fiscal Control Act, G.S. Chapter 159 (Article 3), and related rules; and

WHEREAS, the Town has repeatedly failed to submit required annual audited financial statements timely; and

WHEREAS, the Town has repeatedly failed to comply with statutory budget requirements, including requirements governing appropriations and reasonable revenue estimates; and

WHEREAS, the Town has failed to maintain the financial management, internal controls, and oversight necessary to comply with the Local Government Budget and Fiscal Control Act, G.S. Chapter 159, Article 3, and safeguard public funds; and

WHEREAS, despite receiving advance notice of its debt service obligations, the Town failed to anticipate scheduled debt service payments, raising serious doubt about its ability to identify and ensure the timely payment of future debt service obligations; and

WHEREAS, the Town has repeatedly used restricted grant funds for purposes outside the approved project scope, including to finance current operations; and

WHEREAS, the Town's water and sewer operations have experienced persistent operating losses that have contributed to the Town's deteriorating financial condition; and

WHEREAS, the Town faces serious financial distress that threatens its ability to sustain its operations; and

WHEREAS, despite extensive monitoring, technical assistance, notice, and corrective-action commitments, the Town has not corrected its financial management deficiencies; and

WHEREAS, under G.S. 159-181(c), after notice and warning, the Commission may assume full control of the financial affairs of a unit of local government that persists in willfully or negligently failing or refusing to comply with Chapter 159 of the General Statutes of North Carolina.

NOW, THEREFORE, the Commission directs the Secretary, pursuant to N.C. Gen. Stat. § 159-181(c):

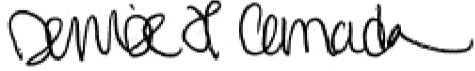
1. To notify the Town, its officers, and its Board that the Town has:
 - Failed to submit its four most recent annual audit reports timely, which is a violation of North Carolina G. S. 159-34(a); and
 - Spent funds repeatedly without sufficient appropriations, which is a violation of North Carolina G. S. 159-28(a); and
2. To notify the Town, its officers, and its Town Board of Commissioners that the Commission:
 - Expects a response not later than 30 days from the date of this Resolution that provides an action plan that addresses and remedies the deficiencies detailed in this Resolution; and
 - May take action under its authority in the North Carolina General Statutes and Administrative Code prior to the receipt of a response to this document by the Town if the Commission finds it necessary to do so to safeguard the assets of the Town;
3. To deliver to the Town, its officers, and its Town Board of Commissioners this Resolution as Notice and Warning from the Commission pursuant to the provisions of Chapter 159 of the General Statutes of North Carolina; and
4. To report to the Commission any failure of the Town to comply with this notice and warning or with the requirements of Chapter 159 of the General Statutes of North Carolina.

Failure to comply with this notice may result in the enforcement of N.C. Gen. Stat. § 159-181(c) under which the Commission may assume full control of the Town's financial affairs.

Resolution of Notice and Warning – N.C.G.S. 159-181(c)
Town of Rowland
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Page 2

I, Denise H. Canada, Secretary of the North Carolina Local Government Commission,
DO HEREBY CERTIFY that the foregoing is a true and correct copy of the Resolution
adopted by the North Carolina Local Government Commission at its meeting held on
September 1, 2026.

WITNESS my hand this 1st day of September, 2026.

A handwritten signature in black ink, appearing to read "Denise H. Canada", written in a cursive style.

Denise H. Canada, Secretary
North Carolina Local Government Commission