

REQUEST FOR BOARD ACTION

HENDERSON COUNTY

BOARD OF COMMISSIONERS

MEETING DATE: 2 June 2008

SUBJECT: Resolution for Approval of Tax Exempt Loan to Volunteer Fire Department

ATTACHMENT(S): Draft resolution

SUMMARY OF REQUEST:

Mills River Volunteer Fire & Rescue Department, Inc., seeks approval of this Board to obtain a tax-exempt loan for purposes stated in the accompanying resolution. As noted in the resolution, approval by this Board does not in any way obligate the County to repayment of this debt.

County staff will be present and prepared if requested to give further information on this matter.

BOARD ACTION REQUESTED:

Approval of loan.

If the Board is so inclined, the following motion is suggested:

I move that the Board adopt the resolution accompanying this agenda item.

**RESOLUTION
FOR APPROVAL OF TAX-EXEMPT LOAN TO VOLUNTEER FIRE DEPARTMENT**

NOW, THEREFORE, BE IT HEREBY RESOLVED, that the Board of Commissioners of Henderson County, North Carolina does hereby approve (within the scope of the qualifying language set forth below) a tax-exempt loan to the Mills River Volunteer Fire & Rescue Department, Inc.. from Carolina First Bank in the principal amount of \$408,000.00, which loan is for the following purpose (check applicable purpose):

1. (XX) for the construction of a fire station for the VFD, (cross out the following if not applicable).
2. () ~~the purchase by the VFD of a fire truck or fire trucks, and which fire truck(s) or~~ fire station will be owned and operated by the VFD at the following address:

2888 N. MILLS RIVER RD.

HENDERSON COUNTY

RESOLVED, FURTHER, that the approval of the loan to the VFD set forth above is given solely for purposes of the public approval requirements for tax-exempt financing applicable to the VFD because of Section 150 (e) (3) and Section 147 (f) of the Internal Revenue Code of 1986, as amended, and such approval does not obligate the County or its Board of Commissioners in any way regarding repayment of the debt.

THIS the ____ day of _____, 2008.

HENDERSON COUNTY BOARD OF COMMISSIONERS

ATTEST

Chairman

Elizabeth W. Corn