



Town of Knightdale

Staff Report

Title: Financing for Law Enforcement
Center RES #24-12-18-002

Staff: Mark Stephens, Finance Director

Date: December 18, 2024

Asst. Town Manger Signature: SMY

Town Manager Signature: WRS

BACKGROUND INFORMATION

- To hold a public hearing and consider the adoption of Resolution #24-12-18-002.

SUMMARY

- In consultation with First Tryon, the Town's Financial Advisor, we have determined that the most suitable financing option for the Law Enforcement Center Capital Project is to issue Limited Obligation Bonds. These bonds will offer a longer term of 20 years and a lower interest rate. A Public Hearing is required to allow the public to comment on the proposed financing. Also, as part of the process, the Town Council is asked to adopt a resolution setting forth the following:
 1. Authorizes town staff to prepare and deliver an official statement, which is required to make an offering and sell of limited obligation bonds.
 2. Authorizes town staff to execute an installment contract with the Knightdale Financing Corporation (entity that will issue the bonds).
 3. Authorizes town staff to execute the bond purchase agreement with the Town, Knightdale Financing Corporation, and the underwriter. The underwriter will purchase the bonds and sell them to investors.
 4. Authorizes town staff to execute a deed of trust on the property of the Law Enforcement Center. The deed of trust will provide security for the Town's obligations under the contract.

RECOMMENDED ACTION

- Close the Public Hearing after receiving comments.
- Adopt Resolution #24-12-18-002.