



TOWN OF KNIGHTDALE

950 Steeple Square Court
Knightdale, NC 27545
KnightdaleNC.gov

RESOLUTION #25-08-20-002

REIMBURSEMENT RESOLUTION FOR ROLLING STOCK PURCHASES AUTHORIZING THE TOWN TO REIMBURSE ITSELF FOR EARLY PROJECT EXPENDITURES FROM LATER FINANCING PROCEEDS.

WHEREAS, the Town of Knightdale intends for fund expenditures to cover purchase and upfits of new and replacement vehicles; and

WHEREAS, it will advance its own funds to pay for initial project costs; and

WHEREAS, the Town intends to reimburse itself from financing proceeds for these early expenditures with later financing proceeds; and

WHEREAS, the staff has advised the Council that it should adopt this resolution to document the Town's option for reimbursement to comply with certain Federal tax rules relating to reimbursement from financing proceeds.

NOW, THEREFORE, BE IT RESOLVED by the Council of the Town of Knightdale, North Carolina, as follows:

SECTION 1. The project costs vehicle and equipment additions, upfits and other related costs related to the purchase, together with the payment of the related financing costs and other necessary or incidental costs.

SECTION 2. The Town intends to advance funds for initial project costs, and then reimburse itself from financing proceeds. The expected type of financing for this phase of the project, which is subject to change, is installment financing under North Carolina General Statute Section 160A-20. The amount expected for this phase, which includes allowances for reserves and financing costs, is not to exceed \$950,000.

SECTION 3. Funds for the early project expenditures may come from the Town's General Fund, Capital Reserve Fund, or any other Town fund.

SECTION 4. The Town intends for the adoption of this resolution to be a declaration of its official intent to reimburse itself from financing proceeds for some or all project expenditures made on or after the occurring date 60 days prior to the adoption of this resolution.

This the 20th day of August, 2025

BY: _____

Jessica Day, Mayor

ATTEST:

Heather M. Smith, Town Clerk