



TOWN OF KNIGHTDALE

950 Steeple Square Court
Knightdale, NC 27545
KnightdaleNC.gov

RESOLUTION #25-11-19-001

RESOLUTION AUTHORIZING THE EXECUTION AND DELIVERY OF AN INSTALLMENT FINANCING AGREEMENT, A SECURITY AGREEMENT AND RELATED DOCUMENTS IN CONNECTION WITH THE FINANCING OF VEHICLES AND EQUIPMENT FOR THE TOWN

WHEREAS, the Town Council (the “Town Council”) of the Town of Knightdale, North Carolina (the “Town”) desires to finance the acquisition of certain vehicles and equipment (the “Equipment”), for use by the Town’s Community Relations, Police, and Fire departments; and

WHEREAS, the Town desires to finance the Equipment by executing and delivering an installment financing contract, as authorized under Section 160A-20 of the General Statutes of North Carolina; and

WHEREAS, the Town released a request for proposals to a number of banks relating to the financing of the acquisition of the Equipment; and

WHEREAS, PNC Bank, National Association (the “Lender”) submitted a proposal to the Town dated September 26, 2025 (the “Proposal”), pursuant to which the Lender shall enter into an installment financing agreement with the Town in the amount not to exceed \$950,000 (the “Agreement”) to finance the acquisition of the Equipment (or, in the alternative, reimbursing the Town for the cost of previously acquired Equipment), and to pay certain costs associated with the financing, to be secured by a lien on the Equipment;

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

Section 1. In order to secure the repayment pursuant to the terms of the Agreement by the Town of the advance of moneys for acquisition of the Equipment, the Town will grant to the Lender a security interest in the Equipment pursuant to a Security Agreement (the “Security Agreement”).

(a) The drafts of the Agreement and the Security Agreement have been presented to the Town Council at this meeting.

Section 2. The proposal of the Lender to provide financing through the Agreement for the purpose of providing funds to pay the cost of the Equipment is hereby accepted, and the actions of the Town Manager and the Finance Director of the Town in accepting the proposal of the Lender are hereby ratified, authorized and approved.

Section 3. In order to provide for the financing of the Equipment, the Town is hereby authorized to enter into the Agreement and receive an advancement pursuant thereto in a principal amount not to exceed \$950,000. The Town shall repay the advancement in installments due in the amounts and at the

times set forth in the Agreement. The payments of the Installment Payments shall be designated as principal and interest as provided in the Agreement.

Section 4. The Town Council hereby approves the Agreement and the Security Agreement in substantially the forms presented at this meeting, with such reasonable changes and modification as may be permitted by the parties designed to execute said agreements. The Mayor, the Mayor Pro Tem, the Town Manager and the Finance Director of the Town are each individually or collectively hereby authorized to execute and deliver on behalf of the Town the Agreement and the Security Agreement in substantially the forms presented at this meeting, containing such insertions, deletions, negotiations, modifications and filling in of blanks as the person executing the Agreement and the Security Agreement shall, with the advice of counsel, approve, such execution to be conclusive evidence of approval by the Town Council of any such changes. The Town Clerk or any Deputy or Assistant Town Clerk of the Town is hereby authorized and directed to affix the official seal of the Town to the Agreement and the Security Agreement and to attest the same.

Section 5. No deficiency judgment may be rendered against the Town in any action for breach of any contractual obligation under the Agreement, and the taxing power of the Town is not and may not be pledged directly or indirectly to secure any moneys due under the Agreement.

Section 6. The Mayor, the Mayor Pro Tem, the Town Manager, the Finance Director, the Town Attorney, the Town Clerk or any Deputy or Assistant Town Clerk of the Town, and any other officers, agents and employees of the Town, are hereby authorized and directed to execute and deliver such closing certificates, opinions and other items of evidence as shall be reasonably requested by the Lender or deemed necessary to consummate the transactions described above.

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

This the 19th day of November, 2025

BY: _____
Jessica Day, Mayor

ATTEST: _____
Heather M. Smith, Town Clerk

[SEAL]