



VILLAGE OF BALD HEAD ISLAND
Council Meeting
Agenda Item

Agenda Item:	New Business
Date:	7/16/2021

Issue: Request to Adopt Resolution Authorizing the Public Hearing on Bond Order

Department: Administration

Presented by: Zachary Hewett, Finance Director

Presentation: No

Background: The Village's Bond Counsel has provided the Village with proceedings that should be considered by the Council at this meeting as part of the 2021 Voted Bond Authorization. The attached resolution is the third of three that are recommended for consideration and possible adoption.

A councilor should introduce this resolution, read the resolution aloud, and move that it be adopted. A second councilor will need to second the motion.

Attachments:

- Request to Adopt Resolution Authorizing the Public Hearing on Bond Order (draft)
- Public Notice

Recommendation: Adopt resolution as recommended by Bond Counsel

Action Needed: Yes

Suggested Motion: "I _____move that the Bald Head Island Village Council adopt the Request to Adopt Resolution Authorizing the Public Hearing on Bond Order, which reads as follows <<READ RESOLUTION ALOUD -- begin with WHEREAS >>"

THIS MOTION NEEDS A SECOND

Funds: N/A

Follow Up: If adopted, the Village Clerk will have the Mayor sign the resolution and will prepare the certified extracts from the minutes of this meeting and other documents required by Bond Counsel and provide to the Finance Director to send to Bond Counsel and LGC when appropriate.

RESOLUTION 2021 – 07 _____

RESOLUTION AUTHORIZING PUBLIC HEARING ON BOND ORDER

WHEREAS, the bond order entitled “BOND ORDER AUTHORIZING THE ISSUANCE OF \$54,000,000 PUBLIC TRANSPORTATION BONDS OF THE VILLAGE OF BALD HEAD ISLAND” has been introduced at the meeting of the Village Council of the Village of Bald Head Island held on July 16, 2021, and the Board desires to provide for a public hearing thereon and the submission of a statement of debt in connection therewith as required by The Local Government Finance Act;

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

The public hearing upon that bond order shall be held in the Multipurpose Room of the Department of Public Safety Building Located at 273 Edward Teach Extension, Bald Head Island, North Carolina, at a meeting that begins at 10:00 A.M., August 20, 2021.

The Deputy Village Clerk is hereby directed to cause a copy of the bond order to be published with the notice of public hearing in the form prescribed by law in a qualified newspaper no fewer than six days prior to the public hearing.

The Finance Director is hereby directed to file with the Deputy Village Clerk prior to publication of the bond order with the notice of such public hearing, a statement setting forth the debt incurred or to be incurred, the appraised value of property subject to taxation by the Village and the net debt of the Village.

The Village’s Finance Director is hereby further directed to file with the Deputy Village Clerk at this meeting an estimate of the total amount of interest that will be paid on the proposed bonds over the expected term of the bonds, if issued.

This the 16th day of July 2021.

J. Andrew Sayre
Mayor

ATTEST:

Carin Z. Faulkner
Deputy Village Clerk

NOTICE OF PUBLIC HEARING

“BOND ORDER AUTHORIZING THE ISSUANCE OF \$54,000,000 PUBLIC TRANSPORTATION BONDS OF THE VILLAGE OF BALD HEAD ISLAND

WHEREAS, the Village Council of the Village of Bald Head Island deems it advisable to make the improvements hereinafter described; and

WHEREAS, the Village Council has caused to be filed with the Secretary of the Local Government Commission of North Carolina an application for Commission approval of the bonds hereinafter described as required by The Local Government Finance Act, and the Secretary of the Commission has notified the Village Council that the application has been filed and accepted for submission to the Commission;

NOW, THEREFORE, BE IT ORDERED by the Village Council as follows:

Section 1. The Village Council determines that it is necessary to provide public transportation facilities, including ferry, barge and ground transportation assets, vessels and vehicles and related facilities and property, and including the acquisition and construction of such public transportation facilities, the improvement and expansion of existing such public transportation facilities and the acquisition and installation of furnishings and equipment and the acquisition of interests in real property required therefor, and to pay capital costs of such improvements.

Section 2. To raise the money required to pay capital costs of providing the improvements described above, in addition to any funds which may be made available for that purpose from any other sources, bonds of the Village are hereby authorized and shall be issued pursuant to The Local Government Finance Act. The maximum aggregate principal amount of bonds authorized by this bond order shall be \$54,000,000.

Section 3. Taxes sufficient to pay the principal of and interest on those bonds when due shall be annually levied and collected.

Section 4. A sworn statement of the Village's debt has been filed with the Village Clerk and is open to public inspection.

Section 5. This bond order shall take effect when approved by the voters of the Village at a referendum.

The foregoing bond order has been introduced and a sworn statement of debt has been filed under The Local Government Bond Act showing the appraised value of the Village of Bald Head Island to be \$1,162,277,721 and the net debt thereof, including the proposed bonds, to be \$72,676,232. The finance officer of the Village has filed a statement estimating that the total amount of interest that will be paid on the proposed bonds over the expected term of the proposed bonds, if issued, is \$28,650,000. This estimate is preliminary, is for general informational purposes only, and may differ from the actual interest paid on the bonds. There is no assurance that the assumptions upon which the estimate is based will occur. The occurrence of certain of the assumptions is beyond the control of the Village. Differences between the actual circumstances at the time the bonds are issued from the assumptions included in the estimate could result in significant differences between the estimated interest and the actual interest on the bonds. A tax will be levied to pay the principal of and interest on the bonds if they are issued.

Anyone who wishes to be heard on the questions of the validity of the bond order and the advisability of issuing the bonds may appear at a public hearing or an adjournment thereof to be held in the Multipurpose Room of the Department of Public Safety Building located at 273

Edward Teach Extension, Bald Head Island, North Carolina, at a meeting that begins at 10:00
A.M., August 20, 2021.

Carin Z. Faulkner
Deputy Village Clerk
Village of Bald Head Island, North Carolina