CITY OF HENDERSONVILLE

AGENDA ITEM SUMMARY

SUBMITTER: Krystal Powell **MEETING DATE:** 7/2/2025

AGENDA SECTION: Consent **DEPARTMENT:** Finance

TITLE OF ITEM: Adopt a Continuing Disclosure Policy – *Krystal Powell, Finance Director*

SUGGESTED MOTION(S):

I move that City Council adopt a Continuing Disclosure Policy to ensure compliance with federal securities regulations of SEC Rule 15c2-12.

SUMMARY:

This agenda item seeks approval to adopt a formal Continuing Disclosure Policy for the City of Hendersonville. The purpose of this policy is to ensure compliance with federal securities regulations, of SEC Rule 15c2-12, and to promote transparency with investors. The policy outlines the City's obligations to provide annual financial and statistical disclosures and to report certain material events related to its outstanding debt obligations. It also establishes clear procedures for submitting timely disclosures to the Municipal Securities Rulemaking Board (MSRB) via the EMMA system.

A key component of the policy is the establishment of a materiality threshold of $5,000,000. Financial obligations exceeding this threshold are considered material and must be disclosed. The threshold is intended to create a consistent standard for disclosure, ensuring that investors are informed of significant financial developments while avoiding the burden of reporting less consequential transactions.

BUDGET IMPACT:

Is this expenditure approved in the current fiscal year budget? N/A

If no, describe how it will be funded.

ATTACHMENTS:

Continuing Disclosure Policy