



Agenda Item Summary Sheet

Date: 6/3/25

Item #: 5

Item Title:

LGC Resolution & Public Hearing Date

Item Summary:

The North Carolina Local Government Commission requires that before a unit of local government may borrow in excess of \$1,000,000 the unit's governing board must adopt a resolution giving their approval to proceed. This resolution makes the necessary findings required by the LGC. Before the resolution can be approved, a public hearing must be held to consider both the resolution and the application for funding. Staff is requesting the Town Council set this public hearing for its July 8 Council meeting.

This application is necessary as a result of the Town and the Southern Shores Volunteer Fire Departments agreement to transition to a municipal fire department. The Town's previous contract with the SSVFD for fire service protection required the town to pay the SSVFD \$314,000 annually for the debt service on the fire station. The Town will save a considerable amount of interest due to the present low interest rate on this loan by having its name added to the loan documents rather than refinancing a new loan. Because the Town will now pay the bank directly, the LGC must grant its approval. The debt payment will remain the same.

Requested Action: A motion to set a public hearing for consideration of a resolution authoring the application to the LGC for July 8, 2025.

Attachments: sample resolution