



**RESOLUTION AUTHORIZING TAX-EXEMPT LEASE/PURCHASE CONTRACT**

**WHEREAS**, the Board of Commissioners approved in the current FY 13/14 Budget the purchase of the following:

- Administrative Services travel vehicle
- Police vehicles (four)
- Public Works Facilities Maintenance pick-up truck and loader
- Public Works Sanitation pick-up truck and trailer
- Septic Health pick-up truck
- Water Operations pick-up truck and backhoe
- Water Distribution pick-up truck

**WHEREAS**, the Town of Nags Head through its Mayor, with the consent and approval of the Board of Commissioners, has entered into a contract with **Southern Bank** for financing the purchase of the capital projects; AND

**WHEREAS**, the said contract, bearing the date \_\_\_\_\_ qualifies as a tax-exempt obligation of the Town, pursuant to the Internal Revenue Code of 1986.

**NOW, THEREFORE BE IT RESOLVED**, that the Nags Head Board of Commissioners authorizes the aforesaid contract, bearing the date \_\_\_\_\_ by and between the Town of Nags Head and **Southern Bank** together with the amount to be paid thereunder, be and the same are hereby designated as a qualified tax-exempt obligation of the Town for purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986.

**ADOPTED THIS THE 5<sup>th</sup> DAY OF FEBRUARY 2014.**

  
Robert C. Edwards, Mayor  
Town of Nags Head

ATTEST:

  
Carolyn F. Morris, Town Clerk

