

RESOLUTION PROVIDING APPROVAL OF A MULTIFAMILY HOUSING
FACILITY KNOWN AS PARK TERRACE APARTMENTS (PHASE III) IN
THE CITY OF HIGH POINT, NORTH CAROLINA AND THE FINANCING
THEREOF WITH MULTIFAMILY HOUSING REVENUE BONDS IN AN
AGGREGATE AMOUNT NOT TO EXCEED \$5,000,000

WHEREAS, the City Council of the City of High Point (the "City") met in High Point, North Carolina at 5:30 p.m. on the 2nd day of November, 2015; and

WHEREAS, the Housing Authority of the City of High Point (the "Issuer") has tentatively agreed to issue its multifamily housing revenue bonds in an amount not to exceed \$5,000,000 (the "Bonds"), for the purpose of financing the acquisition, construction and equipping by Clara Cox III, LLC, a North Carolina limited liability company (the "Borrower"), or an affiliate or subsidiary thereof, of a multifamily residential rental facility to be known as Park Terrace Apartments (Phase III) (the "Development"); and

WHEREAS, the Development will consist of approximately 78 units, located on an approximately 5.84 acre site (known as the former Clara Cox site) at 885 Sharon Circle in the City of High Point, Guilford County, North Carolina; and

WHEREAS, Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), requires that any bonds issued by the Issuer for the Development may only be issued after approval of the plan of financing by the City following a public hearing with respect to such plan; and

WHEREAS, on October 27, 2015, the Issuer held a public hearing with respect to the issuance of the Bonds to finance, in part, the Development (as evidenced by the Certificate and Summary of Public Hearing attached hereto) and has requested the City to approve the issuance of the Bonds as required by the Code; and

WHEREAS, the City has determined that approval of the issuance of the Bonds is solely to satisfy the requirement of Section 147(f) of the Code and shall in no event constitute an endorsement of the Bonds or the Development or the creditworthiness of the Borrower, nor shall such approval in any event be construed to obligate the City of High Point, North Carolina for the payment of the principal of or premium or interest on the Bonds or for the performance of any pledge, mortgage or obligation or agreement of any kind whatsoever which may be undertaken by the Issuer, or to constitute the Bonds or any of the agreements or obligations of the Issuer an indebtedness of the City of High Point, North Carolina, within the meaning of any constitutional or statutory provision whatsoever;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF HIGH POINT:

1. The proposed mixed income housing development consisting of the acquisition, construction and equipping of the Development described above in the City of High Point, Guilford County, North Carolina by the Borrower and the issuance of the Authority's multifamily housing revenue bonds therefor in an amount not to exceed \$5,000,000 are hereby approved for purposes of Section 147(f) of the Code. The Mayor is hereby authorized to execute

such approval certificates as may be required to evidence the City's approval of the issuance of the Bonds for purposes of Section 147(f) of the Code.

2. This resolution shall take effect immediately upon its passage.

Council member James Davis moved the passage of the foregoing resolution and Council member Cynthia Davis seconded the motion, and the resolution was passed by the following vote:

Ayes: Mayor William Bencini and Council members James Davis, Cynthia Davis, Jason Ewing, Jeffrey Golden, Alyce Hill, Christopher Williams and Jay Wagner

Nays: None

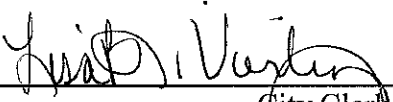
Not voting: Council Member Latimer Alexander (Absent)

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CERTIFICATION

I, Lisa Vierling, City Clerk of the City of High Point, North Carolina, DO HEREBY CERTIFY that the foregoing is a true and exact copy of a Resolution adopted by the City Council for the City of High Point, North Carolina, in regular session convened on November 2, 2015, the reference having been in Minute Book 90, and recorded in full in Resolution Book XIX, Page 61 .

WITNESS my hand and the corporate seal of the City of High Point, North Carolina, this the 2nd day of November, 2015.



City Clerk

