

**RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE COUNTY OF UNION,
NORTH CAROLINA PROVIDING FOR THE ISSUANCE OF NOT TO EXCEED \$13,000,000
COUNTY OF UNION, NORTH CAROLINA GENERAL OBLIGATION PUBLIC FACILITY
BONDS**

WHEREAS, the Bond Order hereinafter-described have been adopted, and it is desirable to make provision for the issuance of the bonds authorized by said Bond Order;

WHEREAS, the County of Union, North Carolina (the “*County*”) desires to issue its General Obligation Public Facility Bonds, Series 2025A in an aggregate principal amount not to exceed \$13,000,000 (the “*2025A Bonds*”);

WHEREAS, the County requests that the Local Government Commission sell the 2025A Bonds through a competitive sale;

WHEREAS, copies of the forms of the following documents relating to the transactions described above have been filed with the County and have been made available to the Board of Commissioners:

1. the Notice of Sale for the competitive sale of the 2025A Bonds (the “*Notice of Sale*”); and
2. a Preliminary Official Statement with respect to the 2025A Bonds (the “*Preliminary Official Statement*”);

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the County of Union, North Carolina (the “*Board*”) as follows:

Section 1. For purposes of this Resolution, the following words will have the meanings ascribed to them below:

“*Bond Order*” means the Bond Order authorizing General Obligation Public Facility Bonds adopted by the Board on May 19, 2025 and effective 30 days after its publication and during which no petition to a vote of the people was filed with under Section 159-60 of the General Statutes of North Carolina.

“*Code*” means the Internal Revenue Code of 1986, as amended. Each reference to a section of the Code herein will be deemed to include the United States Treasury Regulations proposed or in effect with respect thereto.

“*County*” means the County of Union, North Carolina.

“*Federal Securities*” means, to the extent permitted by laws of the State for the defeasance of local government bonds, (a) direct obligations of the United States of America for the timely payment of which the full faith and credit of the United States of America is pledged; (b) obligations, the timely payment of the principal of and interest on which is fully guaranteed as full faith and credit obligations of the United States of America (including any securities described in (a) or (b) issued or held in the name of the Trustee in book-entry form on the books of the Department of Treasury of the United States of America), which obligations, in either case, are held in the name of a trustee and are not subject to redemption or purchase prior to maturity at the option of anyone other than the holder; (c) any bonds or

other obligations of the State of North Carolina or of any agency, instrumentality or local governmental unit of the State of North Carolina which are (i) not callable prior to maturity or (ii) as to which irrevocable instructions have been given to the trustee or escrow agent with respect to such bonds or other obligations by the obligor to give due notice of redemption and to call such bonds for redemption on the date or dates specified, and which are rated by Moody's, if the 2025A Bonds are rated by Moody's, S&P, if the 2025A Bonds are rated by S&P and Fitch Ratings, if the 2025A Bonds are rated by Fitch Ratings, within the highest rating category and which are secured as to principal, redemption premium, if any, and interest by a fund consisting only of cash or bonds or other obligations of the character described in clause (a) or (b) hereof which fund may be applied only to the payment of such principal of and interest and redemption premium, if any, on such bonds or other obligations on the maturity date or dates thereof or the specified redemption date or dates pursuant to such irrevocable instructions, as appropriate; (d) direct evidences of ownership of proportionate interests in future interest and principal payments on specified obligations described in (a) held by a bank or trust company as custodian, under which the owner of the investment is the real party in interest and has the right to proceed directly and individually against the obligor on the underlying obligations described in (a), and which underlying obligations are not available to satisfy any claim of the custodian or any person claiming through the custodian or to whom the custodian may be obligated; or (e) any other obligations permitted under State law for the defeasance of local government bonds.

"Finance Officer" means the County's Finance Director or any successor to the function of the County's statutory finance officer, or her designee.

"Fitch Ratings" means Fitch Inc., a corporation organized and existing under the laws of the State of Delaware, its successors and their assigns, and, if such corporation for any reason no longer performs the functions of a securities rating agency, *"Fitch Ratings"* will refer to any other nationally recognized securities rating agency other than Moody's and S&P designated by the County.

"Moody's" means Moody's Investors Service, a corporation organized and existing under the laws of the State of Delaware, its successors and their assigns and, if such corporation for any reason no longer performs the functions of a securities rating agency, *"Moody's"* will be deemed to refer to any other nationally recognized rating agency other than S&P and Fitch Ratings designated by the County.

"Pricing Certificate" means the certificate of the County Manager or Finance Director delivered in connection with the issuance of the 2025A Bonds which establishes the final principal and maturity amounts, the payment dates, the provisions for redemption for the 2025A Bonds and other terms of the 2025A Bonds, in each case to make the terms of the 2025A Bonds otherwise set forth in this Resolution consistent with the actual pricing of the 2025A Bonds.

"Projects" means the acquisition, renovation and expansion of public facilities, including, but not limited to, the County Judicial Center and Government Center pursuant to and in accordance with the Bond Order.

"S&P" means S&P Global Ratings, a division of Standard & Poor's Financial Services LLC, its successors and their assigns and, if such corporation for any reason no longer performs the functions of a securities rating agency, *"S&P"* will be deemed to refer to any other nationally recognized rating agency other than Moody's and Fitch Ratings designed by the County.

"2025A Bonds" means the County's General Obligation Public Facility Bonds, Series 2025A authorized under the Bond Order.

Section 2. The County will issue not to exceed \$13,000,000 in total aggregate principal amount of its 2025A Bonds. The final principal amount will be set forth in the Pricing Certificate.

Section 3. The 2025A Bonds shall be dated their date of issuance and pay interest semiannually on March 1 and September 1, beginning March 1, 2026, unless different dates are established in the Pricing Certificate. The 2025A Bonds are being issued to provide funds (1) to finance the capital costs of the Projects pursuant to and in accordance with the Bond Order and (2) to pay the costs of issuing the 2025A Bonds.

Section 4. The Board has ascertained and hereby determines that the average period of usefulness of the capital projects being financed by the proceeds of the 2025A Bonds is not less than 40 years computed from the date of issuance of the 2025A Bonds.

Section 5. The 2025A Bonds are payable in annual installments on September 1 in each year, expected to begin on September 1, 2026 and end on September 1, 2045, on an approximately level principal basis, as provided in the Pricing Certificate. The Finance Officer, in consultation with the Local Government Commission, is hereby authorized and directed to determine the amount of the annual installments related to the 2025A Bonds. The 2025A Bonds may be sold as term bonds and, if so, will be subject to mandatory sinking fund redemption as set forth in the Pricing Certificate.

Section 6. The 2025A Bonds are to be numbered from “RA-1” consecutively and upward. All 2025A Bonds shall bear interest from their date at a rate or rates which shall be hereafter determined on the sale thereof computed on the basis of a 360-day year, constituting twelve 30-day months.

Section 7. The 2025A Bonds are to be registered as to principal and interest, and the Finance Officer is directed to maintain the registration records with respect thereto. The 2025A Bonds shall bear the original or facsimile signatures of the County Manager or the Chairman of the Board and the Clerk to the Board of the County or their respective designees. The County will make payments on the 2025A Bonds to the person shown as the owner on the County’s registration books as of the record date for the 2025A Bonds, which is the end of the calendar day on the 15th day of the month (whether or not a business day) preceding each payment date.

Section 8. The 2025A Bonds will initially be issued by means of a book-entry system with no physical distribution of bond certificates made to the public. One bond certificate for each maturity will be issued to The Depository Trust Company (“DTC”), and immobilized in its custody. A book-entry system will be employed, evidencing ownership of the 2025A Bonds in principal amounts of \$5,000 or integral multiples thereof, with transfers of beneficial ownership effected on the records of DTC and its participants pursuant to rules and procedures established by DTC. Interest on the 2025A Bonds will be payable to DTC or its nominee as registered owner of the 2025A Bonds in immediately available funds. The principal of and interest on the 2025A Bonds will be payable to owners of 2025A Bonds shown on the records of DTC at the close of business on the 15th day of the month preceding an interest payment date or a bond payment date. The County will not be responsible or liable for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

If (a) DTC determines not to continue to act as securities depository for the 2025A Bonds or (b) the Finance Officer determines that the continuation of the book-entry system of evidence and transfer of ownership of the 2025A Bonds would adversely affect the interests of the beneficial owners of the 2025A Bonds, the County will discontinue the book-entry system with DTC in accordance with the rules and procedures of DTC. If the County fails to identify another qualified securities depository to replace DTC, the County will authenticate and deliver replacement bonds in accordance with the rules and procedures of DTC.

Section 9. The 2025A Bonds maturing on or before September 1, 2035 will not be subject to redemption prior to maturity. The 2025A Bonds maturing on and after September 1, 2036 will be subject to redemption prior to maturity, at the option of the County, from any moneys that may be made available for such purpose, either in whole or in part on any date on or after September 1, 2035, at the redemption price of the principal amount of 2025A Bonds to be so redeemed, plus accrued interest to the redemption date. Different redemption provisions may be established by the Pricing Certificate.

If less than all of the 2025A Bonds are called for redemption, the County shall select the maturity or maturities of the 2025A Bonds to be redeemed in such manner as the County in its discretion may determine and DTC and its participants shall determine which of the 2025A Bonds within a maturity are to be redeemed in accordance with its rules and procedures (or if the 2025A Bonds are not in book-entry, the County will determine by lot); provided, however, that the portion of any 2025A Bond to be redeemed shall be in principal amount of \$5,000 or integral multiples thereof and that, in selecting 2025A Bonds for redemption, each 2025A Bond shall be considered as representing that number of 2025A Bonds which is obtained by dividing the principal amount of such 2025A Bond by \$5,000. Whenever the County elects to redeem 2025A Bonds, notice of such redemption of 2025A Bonds, stating the redemption date, redemption price and any conditions to the redemption and identifying the 2025A Bonds or portions thereof to be redeemed and further stating that on such redemption date there shall become due and payable on each 2025A Bond or portion thereof so to be redeemed, the principal thereof, and interest accrued to the redemption date and that from and after such date interest thereon shall cease to accrue, shall be given not less than 30 days nor more than 60 days before the redemption date in writing to DTC or its nominee as the registered owner of the 2025A Bonds, by prepaid certified or registered United States mail (or by such other means as permitted by DTC's rules and procedures), at the address provided to the County by DTC, but any failure or defect in respect of such mailing will not affect the validity of the redemption. If DTC is not the registered owner of the 2025A Bonds, the County will give notice at the time set forth above by prepaid first class United States mail, to the then-registered owners of the 2025A Bonds or portions thereof to be redeemed at the last address shown on the registration books kept by the County. The County will also mail or transmit by facsimile or in electronic format a copy of the notice of redemption within the time set forth above (1) to the Local Government Commission of North Carolina (the "*Local Government Commission*") and (2) to the Municipal Rulemaking Securities Board through the EMMA system.

If at the time of mailing of the notice of redemption there is not on deposit money sufficient to redeem the 2025A Bonds called for redemption, such notice may state that it is conditional on the deposit of money for the redemption on the date of redemption as set forth in the notice. Any notice, once given, may be withdrawn by notice delivered in the same manner as the notice of redemption was given.

Section 10. The 2025A Bonds and the provisions for the registration of the 2025A Bonds and for the approval of the 2025A Bonds by the Secretary of the Local Government Commission are to be in substantially the form set forth in Exhibit A hereto.

Section 11. The Finance Officer is hereby authorized to execute a non-arbitrage certificate with respect to the 2025A Bonds in order to comply with Section 148 of the Code and the applicable Income Tax Regulations thereunder.

Section 12. The Finance Officer is hereby directed to create and establish a special fund or account (the "*2025A GO Project Fund*") and may establish separate accounts or subaccounts within the 2025A GO Project Fund to track the expenditures related to each of the Projects. The Finance Officer will deposit the proceeds from the sale of the 2025A Bonds in the 2025A GO Project Fund to be used to

pay the capital costs of the Projects in accordance with the Bond Order and costs of issuance of the 2025A Bonds.

The Finance Officer will invest and reinvest any moneys held in the 2025A GO Project Fund as permitted by the laws of the State of North Carolina and the income, to the extent permitted by the Code, is to be retained in the fund and applied with the proceeds of the 2025A Bonds as permitted by the Bond Order, as directed by the Finance Officer. The Finance Officer will keep and maintain adequate records pertaining to the 2025A GO Project Fund and all disbursements therefrom so as to satisfy the requirements of the laws of the State of North Carolina and to assure that the County maintains its covenants with respect to the exclusion of the interest on the 2025A Bonds from gross income for purposes of federal income taxation.

Section 13. Actions taken by officials of the County to select paying and transfer agents, and a bond registrar, or alternate or successor agents and registrars pursuant to Section 159E-8 of the Registered Public Obligations Act, Chapter 159E of the General Statutes of North Carolina, are hereby authorized and approved.

Section 14. The Local Government Commission is hereby requested to sell the 2025A Bonds through a competitive sale to the bidder whose bid results in the lowest interest cost to the County, determined on the basis of the true interest cost method or such other basis as may be determined by the Local Government Commission.

Section 15. The Chairman of the Board, the County Manager, the Clerk to the Board and the Finance Officer, or their respective designees, individually and collectively, are hereby authorized and directed to cause the 2025A Bonds to be prepared and, when they shall have been duly sold by the Local Government Commission, to execute the 2025A Bonds and to turn the 2025A Bonds over to the registrar and transfer agent of the County, if any, for delivery through the facilities of DTC to the purchaser or purchasers to whom they may be sold by the Local Government Commission.

Section 16. The form and content of the Notice of Sale and the Preliminary Official Statement together with the final Official Statement related to the 2025A Bonds are in all respects authorized, approved and confirmed, and the Chairman of the Board, the County Manager, the Clerk to the Board and the Finance Officer, or their respective designees, individually and collectively, are authorized, empowered and directed to execute and deliver the Official Statement in substantially the form and content presented to the Board, but with such changes, modifications, additions or deletions therein as shall to the Chairman of the Board, the County Manager, the Clerk to the Board and the Finance Officer seem necessary, desirable or appropriate, their execution thereof to constitute conclusive evidence of the approval of the Board of any and all changes, modifications, additions or deletions therein from the form and content of the Official Statement presented to the Board.

Section 17. The Chairman of the Board, the County Manager, the Clerk to the Board, the Finance Officer and the County Attorney, or their respective designees, individually and collectively, are authorized and directed to execute and deliver for and on behalf of the County any and all additional certificates, documents, opinions or other papers and perform all other acts as may be required by the documents contemplated hereinabove or as may be deemed necessary or appropriate in order to implement and carry out the intent and purposes of this Resolution.

Section 18. The County agrees, in accordance with Rule 15c2-12 (the “Rule”) promulgated by the Securities and Exchange Commission (the “SEC”) and for the benefit of the Registered Owners and beneficial owners of the 2025A Bonds, to provide as follows:

(1) by not later than seven months after the end of each Fiscal Year to the Municipal Securities Rulemaking Board (the “MSRB”) in an electronic format as prescribed by the MSRB, the audited financial statements of the County for the preceding Fiscal Year, if available, prepared in accordance with Section 159-34 of the General Statutes of North Carolina, as it may be amended from time to time, or any successor statute, or if such audited financial statements are not then available, unaudited financial statements of the County for such Fiscal Year to be replaced subsequently by audited financial statements of the County to be delivered within 15 days after such audited financial statements become available for distribution;

(2) by not later than seven months after the end of each Fiscal Year to the MSRB, the financial and statistical data as of a date not earlier than the end of the preceding Fiscal Year for the type of information included under the captions “**THE COUNTY--DEBT INFORMATION**” and “**--TAX INFORMATION**” (excluding information on overlapping units) in the Official Statement referred to in Section 16;

(3) in a timely manner not in excess of 10 business days after the occurrence of the event, to the MSRB, notice of any of the following events with respect to the 2025A Bonds:

- (a) principal and interest payment delinquencies;
- (b) non-payment related defaults, if material;
- (c) unscheduled draws on the debt service reserves reflecting financial difficulties;
- (d) unscheduled draws on any credit enhancements reflecting financial difficulties;
- (e) substitution of any credit or liquidity providers, or their failure to perform;
- (f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the 2025A Bonds or other material events affecting the tax status of the 2025A Bonds;
- (g) modification of the rights of the Beneficial Owners of the 2025A Bonds, if material;
- (h) call of any of the 2025A Bonds, other than mandatory sinking fund redemptions, if any, if material, and tender offers;
- (i) defeasance of any of the 2025A Bonds;
- (j) release, substitution or sale of any property securing repayment of the 2025A Bonds, if material;
- (k) rating changes;
- (l) bankruptcy, insolvency, receivership or similar event of the County;

(m) the consummation of a merger, consolidation, or acquisition involving the County or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to such actions, other than pursuant to its terms, if material;

(n) the appointment of a successor or additional trustee, or the change in the name of a trustee, if material;

(o) incurrence of a financial obligation of the County, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the County, any of which affect security holders, if material; and

(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the County, any of which reflect financial difficulties.

(4) in a timely manner to the MSRB, notice of the failure by the County to provide the required annual financial information described in (1) and (2) above on or before the date specified.

For purposes of this Section, “*financial obligation*” means (a) a debt obligation, (b) a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or (c) a guarantee of either clause (a) or (b) above. The term “*financial obligation*” shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

The County agrees that its undertaking under this Paragraph is intended to be for the benefit of the beneficial owners of the 2025A Bonds and is enforceable by any of the beneficial owners of the 2025A Bonds, including an action for specific performance of the County’s obligations under this Paragraph, but a failure to comply will not be an event of default and will not result in acceleration of the payment of the 2025A Bonds. An action must be instituted, had and maintained in the manner provided in this Paragraph for the benefit of all of the beneficial owners of the 2025A Bonds.

All documents provided to the MSRB as described in this Paragraph shall be provided in an electronic format as prescribed by the MSRB and accompanied by identifying information as prescribed by the MSRB. The County may discharge its undertaking described above by providing such information in a manner the SEC subsequently authorizes in lieu of the manner described above.

The County may modify from time to time, consistent with the Rule, the information provided or the format of the presentation of such information, to the extent necessary or appropriate in the judgment of the County, but:

(1) any such modification may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law or change in the identity, nature or status of the County;

(2) the information to be provided, as modified, would have complied with the requirements of the Rule as of the date of the Official Statement, after taking into

account any amendments or interpretations of the Rule as well as any changes in circumstances;

(3) any such modification does not materially impair the interest of the beneficial owners, as determined by parties unaffiliated with the County (such as bond counsel) or by the approving vote of the registered owners of a majority in principal amount of the 2025A Bonds at the time of the amendment.

Any annual financial information containing modified operating data or financial information will explain, in narrative form, the reasons for the modification and the impact of the change in the type of operating data or financial information being provided.

The provisions of this Paragraph terminate on payment, or provision having been made for payment in a manner consistent with the Rule, in full of the principal of and interest on the 2025A Bonds.

Section 19. Those portions of this Resolution other than Paragraph 18 may be amended or supplemented, from time to time, without the consent of the owners of the 2025A Bonds if in the opinion of nationally recognized bond counsel, such amendment or supplement would not adversely affect the interests of the owners of the 2025A Bonds and would not cause the interest on the 2025A Bonds to be included in the gross income of a recipient thereof for federal income tax purposes. This Resolution may be amended or supplemented with the consent of the owners of a majority in aggregate principal amount of the outstanding 2025A Bonds, exclusive of 2025A Bonds, if any, owned by the County, but a modification or amendment (1) may not, without the express consent of any affected owner of 2025A Bonds, reduce the principal amount of any 2025A Bond, reduce the interest rate payable on it, extend its maturity or the times for paying interest, change the monetary medium in which principal and interest is payable, or reduce the percentage of consent required for amendment or modification and (2) as to an amendment to Paragraph 18, must be limited as described therein.

Any act done pursuant to a modification or amendment consented to by the owners of the 2025A Bonds is binding on all owners of the 2025A Bonds and will not be deemed an infringement of any of the provisions of this Resolution, whatever the character of the act may be, and may be done and performed as fully and freely as if expressly permitted by the terms of this Resolution, and after consent has been given, no owner of a 2025A Bond has any right or interest to object to the action, to question its propriety or to enjoin or restrain the County from taking any action pursuant to a modification or amendment.

If the County proposes an amendment or supplemental resolution to this Resolution requiring the consent of the owners of the 2025A Bonds, the registrar for the 2025A Bonds shall, on being satisfactorily indemnified with respect to expenses, cause notice of the proposed amendment to be sent to each owner of the 2025A Bonds then outstanding by first-class mail, postage prepaid, to the address of such owner as it appears on the registration books; but the failure to receive such notice by mailing by any owner, or any defect in the mailing thereof, will not affect the validity of any proceedings pursuant hereto. Such notice shall briefly set forth the nature of the proposed amendment and shall state that copies thereof are on file at the principal office of the registrar for the 2025A Bonds for inspection by all owners of the 2025A Bonds. If, within 60 days or such longer period as shall be prescribed by the County following the giving of such notice, the owners of a majority in aggregate principal amount of 2025A Bonds then outstanding have consented to the proposed amendment, the amendment will be effective as of the date stated in the notice.

Section 20. Nothing in this Resolution precludes (a) the payment of the 2025A Bonds from the proceeds of refunding bonds or (b) the payment of the 2025A Bonds from any legally available funds.

If the Town causes to be paid, or has made provisions to pay, on maturity or on redemption before maturity, to the owners of the 2025A Bonds the principal of the 2025A Bonds (including interest to become due thereon), through setting aside trust funds or setting apart in a reserve fund or special trust account created pursuant to this Resolution or otherwise, or through the irrevocable segregation for that purpose in some sinking fund or other fund or trust account with an escrow agent or otherwise, moneys sufficient therefor, including, but not limited to, interest earned or to be earned on Federal Securities, and then, to the extent permitted by law, such 2025A Bonds shall be considered to have been discharged and satisfied, and the principal of the 2025A Bonds (including and interest thereon) shall no longer be deemed to be outstanding and unpaid; provided, however, that nothing in this Resolution requires the deposit of more than such Federal Securities as may be sufficient, taking into account both the principal amount of such Federal Securities and the interest to become due thereon, to implement any such defeasance.

If such a defeasance occurs and after the Town receives an opinion of a nationally recognized accounting or verification firm that the segregated moneys or Federal Securities together with interest earnings thereon are sufficient to effect a defeasance, the Town shall execute and deliver all such instruments as may be necessary to effect such a defeasance and desirable to evidence such release, discharge and satisfaction. The Town shall make provisions for the mailing of a notice to the owners of the 2025A Bonds that such moneys are so available for such payment.

Section 21. If any one or more of the agreements or provisions herein contained is held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or for any reason whatsoever is held invalid, then such covenants, agreements or provisions are null and void and separable from the remaining agreements and provisions and will in no way affect the validity of any of the other agreements and provisions hereof or of the 2025A Bonds authorized hereunder.

Section 22. All resolutions or parts thereof of the Board in conflict with the provisions herein contained are, to the extent of such conflict, hereby superseded and repealed.

Section 23. This Bond Resolution is effective on its adoption.

READ, APPROVED AND ADOPTED this the 2nd day of June, 2025.

Clerk to the Board

Chairman

APPROVED AS TO FORM:

County Attorney

STATE OF NORTH CAROLINA)
) SS:
COUNTY OF UNION)

I, *Lynn West*, Clerk to the Board of Commissioners of the County of Union, North Carolina, *DO HEREBY CERTIFY* the attached to be a true and correct copy of a Resolution entitled, “**RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE COUNTY OF UNION, NORTH CAROLINA PROVIDING FOR THE ISSUANCE OF NOT TO EXCEED \$13,000,000 COUNTY OF UNION, NORTH CAROLINA GENERAL OBLIGATION PUBLIC FACILITY BONDS**” adopted by the Board of Commissioners of the County of Union, North Carolina at a meeting held on the 2nd day of June, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the corporate seal of said County, this the ____ day of _____, 2025.

(SEAL)

Clerk to the Board of Commissioners
County of Union, North Carolina

APPENDIX A

FORM OF 2025A BOND

No. RA-

\$

**UNITED STATES OF AMERICA
STATE OF NORTH CAROLINA
COUNTY OF UNION**

INTEREST

RATE

MATURITY DATE

SEPTEMBER 1,

DATED DATE

CUSIP

REGISTERED OWNER: CEDE & CO.

PRINCIPAL SUM:

DOLLARS

GENERAL OBLIGATION PUBLIC FACILITY BOND, SERIES 2025A

THE COUNTY OF UNION, NORTH CAROLINA (the “County”) acknowledges itself indebted and for value received hereby promises to pay to the Registered Owner named above, on the Maturity Date specified above, upon surrender hereof, the Principal Sum shown above and to pay to the Registered Owner hereof interest thereon from the date of this 2025A Bond until it shall mature at the Interest Rate per annum specified above, payable on March 1, 2026 and semiannually thereafter on March 1 and September 1 of each year. The County will make payments on the 2025A Bonds to the person shown as the owner on the County’s registration books as of the record date for the 2025A Bonds, which is the end of the calendar day on the 15th day of the month (whether or not a business day) preceding each payment date. Principal of and interest on this 2025A Bond are payable in immediately available funds to The Depository Trust Company (“DTC”) or its nominee as registered owner of the 2025A Bonds. The County is not responsible or liable for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

This 2025A Bond is issued in accordance with the Registered Public Obligations Act, Chapter 159E of the General Statutes of North Carolina, and pursuant to The Local Government Finance Act, the Bond Order adopted by the Board of Commissioners of the County on May 19, 2025 and effective 30 days after its publication and during which no petition to a vote of the people was filed with under Section 159-60 of the General Statutes of North Carolina and a resolution adopted by the Board of Commissioners of the County on June 2, 2025 (the “Bond Resolution”). The Bond Order and the Bond Resolution authorize the 2025A Bonds to be issued to pay the costs of the Projects described in the Bond Resolution and the costs of issuing the 2025A Bonds. The 2025A Bonds will initially be issued by means of a book-entry system as described in the Bond Resolution. Capitalized terms used herein and not otherwise defined have the meaning set forth in the Bond Resolution.

The 2025A Bonds maturing on and after September 1, 2036 will be subject to redemption prior to maturity, at the option of the County, from any moneys that may be made available for such purpose, either in whole or in part on any date on or after September 1, 2035, at the redemption price of the principal amount of 2025A Bonds to be so redeemed, plus accrued interest to the redemption date.

If less than all of the 2025A Bonds are called for redemption, the County shall select the maturity or maturities of the 2025A Bonds to be redeemed in such manner as the County in its discretion may

determine and DTC and its participants shall determine which of the 2025A Bonds within a maturity are to be redeemed in accordance with its rules and procedures (or if the 2025A Bonds are not in book-entry, the County will determine by lot); provided, however, that the portion of any 2025A Bond to be redeemed shall be in principal amount of \$5,000 or integral multiples thereof and that, in selecting 2025A Bonds for redemption, each 2025A Bond shall be considered as representing that number of 2025A Bonds which is obtained by dividing the principal amount of such 2025A Bond by \$5,000. Whenever the County elects to redeem 2025A Bonds, notice of such redemption of 2025A Bonds, stating the redemption date, redemption price and any conditions to the redemption and identifying the 2025A Bonds or portions thereof to be redeemed and further stating that on such redemption date there shall become due and payable on each 2025A Bond or portion thereof so to be redeemed, the principal thereof, and interest accrued to the redemption date and that from and after such date interest thereon shall cease to accrue, shall be given not less than 30 days nor more than 60 days before the redemption date in writing to DTC or its nominee as the registered owner of the 2025A Bonds, by prepaid certified or registered United States mail (or by such other means as permitted by DTC's rules and procedures), at the address provided to the County by DTC, but any failure or defect in respect of such mailing will not affect the validity of the redemption. If DTC is not the registered owner of the 2025A Bonds, the County will give notice at the time set forth above by prepaid first class United States mail, to the then-registered owners of the 2025A Bonds or portions thereof to be redeemed at the last address shown on the registration books kept by the County.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or statutes of the State of North Carolina to exist, be performed or happen precedent to or in the issuance of this 2025A Bond, exist, have been performed and have happened, and that the amount of this 2025A Bond, together with all other indebtedness of the County, is within every debt and other limit prescribed by said Constitution or statutes. The faith and credit of the County are hereby pledged to the punctual payment of the principal of and interest on this 2025A Bond in accordance with its terms.

This 2025A Bond shall not be valid or become obligatory for any purpose until the certification hereon shall have been signed by an authorized representative of the Local Government Commission.

IN WITNESS WHEREOF, the County has caused this Bond to bear the original or facsimile of the signatures of the following officers of the County and an original or facsimile of the seal of the County to be imprinted hereon and this Bond to be dated their date of issuance.

(SEAL)

Clerk to the Board

Chairman of the Board

Date of Execution: _____, 2025

The issue hereof has been approved under the
provisions of The Local Government Bond Act.

Secretary of the Local Government Commission

FORM OF ASSIGNMENT

ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sells, assigns and transfers unto

(Please print or typewrite Name and Address,
including Zip Code, and Federal Taxpayer Identification or
Social Security Number of Assignee)

the within 2025A Bond and all rights thereunder, and hereby irrevocably constitutes and appoints

Attorney to register the transfer of the within 2025A Bond on the books kept for registration thereof,
with full power of substitution in the premises.

Dated: _____

Signature guaranteed by:

NOTICE: Signature must be guaranteed by
a Participant in the Securities Transfer
Agent Medallion Program ("Stamp") or
similar program.

NOTICE: The signature to this assignment must
correspond with the name as it appears on the
face of the within Bond in every particular,
without alteration, enlargement or any change
whatever.

TRANSFER FEE MAY BE REQUIRED