

EXTRACTS FROM MINUTES OF BOARD OF COMMISSIONERS

A regular meeting of the Chatham County Board of Commissioners was held at 10:00 o'clock a.m. on September 4, 2001 in the auditorium of the Agricultural Building in Pittsboro, North Carolina with Commissioners Atwater, Givens, Phillips, and Pollard present and Commissioner Outz absent. At said meeting the following proceedings were had:

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Commissioner Pollard introduced the following bond order which was read at length:

WHEREAS, the Local Government Commission of North Carolina has informed the Board of Commissioners of the sale of the County of Chatham \$7,620,000 General Obligation Refunding Bonds, Series 2001, dated September 1, 2001 (the "Bonds") and that the contract of sale contemplates that the Bonds shall be payable and bear interest as hereinafter provided; and

WHEREAS, the Board of Commissioners of the Issuer desires to take such actions as are necessary to approve the terms of such sale, to approve the official statement and final official statement circulated in connection therewith and to authorize and/or confirm such other documents and actions contemplated by such sale: NOW THEREFORE,

BE IT RESOLVED by the Board of Commissioners of the Issuer, as follows:

1. The Board of Commissioners approves the sale of the Bonds to First Union National Bank; First Tennessee Bank; The Bankers Bank; and UBS Paine Webber, Inc. The Bonds shall mature on May 1 in the years and principal amounts and bear interest from their date

payable on May 1, 2002 and semi-annually thereafter on November 1, and May 1 at the rates per annum, as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2002	\$270,000	3.00%
2003	490,000	3.00
2004	480,000	3.00
2005	775,000	3.50
2006	760,000	3.50
2007	745,000	3.75
2008	730,000	3.75
2009	715,000	4.00
2010	700,000	4.00
2011	885,000	4.25
2012	1,070,000	4.25

2. The Official Statement dated August 10, 2001 setting forth financial and statistical data in connection with the offering of the Bonds, which was circulated with the Notice of Sale thereof, and the Final Official Statement dated August 21, 2001, are hereby approved. In connection with this approval, the Board of Commissioners of the Issuer has examined copies of the Official Statement and the Final Official Statement and has, to the extent and in the manner it has deemed necessary, discussed the contents thereof with officers of the administration of the Issuer. The Board of Commissioners of the Issuer does hereby recite that, upon its examination and discussions, nothing has come to its attention which would lead it to believe that said Official Statement or said Final Official Statement contains any untrue statement of a material fact or omits to state any material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, provided that the Board of Commissioners makes no recitation with respect to consideration of information supplied by, or which should have been supplied by, the successful bidder for the Bonds. The execution of the Final Official Statement by the Chairman of the Board of Commissioners, the County Manager and the Finance Officer is hereby authorized and approved.

3. The Chairman of the Board of Commissioners, the County Manager, the Finance Officer and other officers of the Issuer are hereby authorized and directed to take all other actions necessary in connection with the sale and issuance of the Bonds and the effectuation of the purposes for which the Bonds are being issued.

4. This resolution shall become effective upon its adoption.

Commissioner Atwater seconded the motion, and the motion was adopted. The vote on the adoption of the resolution was as follows:

AYES: Commissioners Atwater, Givens, Phillips, and Pollard

NAYS: None

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