



TOWN OF KILL DEVIL HILLS

Land Where Flight Began

MEMORANDUM

April 22, 2020

TO: KDH Board of Commissioners
FROM: Mayor Ben Sproul
REF: Mayor's Agenda

1. North Carolina General Statutes Chapter 159I - Solid Waste Management Loan Program and Local Government Special Obligation Bonds

In June 2019 the General Assembly repealed Chapter 159I of the General Statutes by adopting SB 381. Chapter 159I allowed local governments the use of Special Obligation Bonds (SOB's) to finance projects such as beach nourishment and maintenance of beach nourishment. Dare County used SOB's for short-term borrowing approximately five years ago to help fund beach nourishment.

The repeal of Chapter 159I erroneously stated *"Administration of the program was given to the CWMTF [Clean Water Management Trust Fund] in 2011. This program has never been used or funded."*

KDH Board approval for the Mayor to write a letter in support of reinstating the authority for local governments to borrow using Special Obligation Bonds is requested. Without this borrowing capability the upcoming beach nourishment projects could be in jeopardy.

Letters will be sent to our State representatives and the Dare County local governments requesting support.