

A RESOLUTION MAKING CERTAIN FINDINGS AND AUTHORIZING THE APPLICATION TO THE LOCAL GOVERNMENT COMMISSION FOR ISSUANCE OF AIRPORT REVENUE BOND FINANCINGS AND RELATED MATTERS

WHEREAS, the City of Charlotte, North Carolina, a municipal corporation in the State of North Carolina (the “*City*”), owns and operates within the City a public airport known as the Charlotte Douglas International Airport (together with such additions thereto as may be made from time to time, the “*Airport*”);

WHEREAS, the City is empowered, under the constitution and laws of the State of North Carolina (the “*State*”), particularly The State and Local Government Revenue Bond Act (Article 5 of Chapter 159 of the General Statutes of North Carolina), as the same may be amended from time to time (the “*Act*”), to issue its revenue bonds for the purpose of financing airport facilities and refunding prior bonds issued for such purposes;

WHEREAS, the City Council of the City (the “*City Council*”) on April 24, 2017 adopted a bond order authorizing and securing airport revenue bonds of the City, which restated, supplemented and amended the bond order originally adopted by the City Council on November 18, 1985, as amended and supplemented by Supplemental Bond Order, Number 1 adopted by the City Council on March 22, 2021, and which the City Council may further restate, supplement and amend from time to time (the “*Order*”);

WHEREAS, the City Council has determined and hereby further determines that it is in the City’s best interest to finance and refinance the costs of Airport facilities and improvements in accordance with the Airport’s capital improvement plan (the “*Projects*”);

WHEREAS, the City has proceeded with financing some of the Projects on an interim basis from the proceeds of bond anticipation notes, including the City of Charlotte, North Carolina Airport Revenue Bond Anticipation Note, Series 2022 (the “*2022 BAN*”);

WHEREAS, the City Council hereby determines that it is desirable to refinance the 2022 BAN in order to further finance a portion of the Projects and achieve a long-term fixed cost of funds for the portion of the Projects financed and refinanced with the 2022 BAN;

WHEREAS, the City has been advised that the City may be able to achieve debt service savings by refunding all or a portion of the City’s previously issued and outstanding Airport Refunding Revenue Bonds, Series 2014A (Non-AMT) (the “*2014A Bonds*”), the proceeds of such bonds were used to refinance Airport facilities and improvements;

WHEREAS, in order to obtain funds to refinance the 2022 BAN, refund the 2014A Bonds and further finance the Projects, the City is considering the issuance of (1) one or more series of its airport revenue bonds to be known as “*City of Charlotte, North Carolina Airport Revenue Bonds*” (with appropriate designations added)

(collectively, the “2023 Bonds”) and (2) a bond anticipation note to be known as “City of Charlotte, North Carolina Airport Revenue Bond Anticipation Note” (with appropriate designations added) (the “2023 Note”);

WHEREAS, with respect to the 2023 Bonds, the City Council wants to (1) retain Parker Poe Adams & Bernstein LLP, as bond counsel, (2) request the approval of the Local Government Commission of North Carolina (the “LGC”) of the sale of the 2023 Bonds to BofA Securities, Inc., as senior managing underwriter for the 2023 Bonds and such co-managing underwriters as the City may determine (the “Underwriters”), (3) approve the selection by the Underwriters of McGuireWoods LLP, as Underwriters’ counsel, (4) retain Newton and Associates, Inc., as Airport financial consultant, Frasca & Associates, L.L.C., as Airport financial advisor, and DEC Associates, Inc., as City financial advisor, and (5) retain U.S. Bank Trust Company, National Association, as trustee for the 2023 Bonds (collectively, the “2023 Bonds Financing Team”);

WHEREAS, with respect to the 2023 Note, the City Council wants to (1) retain Parker Poe Adams & Bernstein LLP, as bond counsel, (2) request the approval of the LGC of Bank of America, N.A. as the initial purchaser of the 2023 Note (the “Purchaser”), (3) approve the selection by the Purchaser of McGuireWoods LLP, as Purchaser’s counsel, (4) retain Newton and Associates, Inc., as Airport financial consultant, Frasca & Associates, L.L.C., as Airport financial advisor, and DEC Associates, Inc., as City financial advisor, and (5) retain U.S. Bank Trust Company, National Association, as trustee for the 2023 Note (collectively, the “2023 Note Financing Team”);

WHEREAS, the City Council authorizes and ratifies such actions as required by the City’s Chief Financial Officer, or her designee, to file with the LGC one or more applications for its approval of the 2023 Bonds and the 2023 Note, on forms prescribed by the LGC, and (1) request in such application that the LGC approve (A) the negotiation of the sale of the 2023 Bonds to the Underwriters, (B) the City’s use of the 2023 Bonds Financing Team in connection with the issuance of the 2023 Bonds, (C) the negotiation and sale of the 2023 Note to the Purchaser and (D) the City’s use of the 2023 Note Financing Team in connection with the issuance of the 2023 Note; and (2) state in such application such facts and to attach thereto such exhibits in regard to the 2023 Bonds and the 2023 Note and to the City and its financial condition, as may be required by the LGC, and to take all other action necessary to the issuance of the 2023 Bonds and the 2023 Note;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Charlotte, North Carolina:

Section 1. The 2023 Bonds are to be issued by the City in an aggregate principal amount not to exceed \$475,000,000 for the purpose of providing funds, together with other available funds of the City, to (1) refinance a portion of the 2022 BAN, (2) further finance a portion of the Projects, (3) fund any necessary debt service reserves for the 2023 Bonds, (4) pay capitalized interest on the 2023 Bonds and (5) pay the costs of issuing the 2023 Bonds. The 2023 Bonds may also be issued by the City in

an additional aggregate principal not to exceed \$75,000,000 for the purpose of refunding all or a portion of the 2014A Bonds maturing on and after July 1, 2025, but will only be issued if and to the extent the City is able to achieve sufficient debt service savings as determined by the Chief Financial Officer. The 2023 Note is to be issued by the City in an aggregate principal amount not to exceed \$280,000,000 for the purpose of providing funds, together with other available funds of the City, to (1) refinance a portion of the 2022 BAN, (2) further finance the Projects, (3) pay capitalized interest on the 2023 Note and (4) pay the costs of issuing the 2023 Note.

Section 2. The 2023 Bonds Financing Team is hereby approved in connection with the issuance by the City of the 2023 Bonds. The 2023 Note Financing Team is hereby approved in connection with the issuance by the City of the 2023 Note. The Chief Financial Officer, or her designee, is authorized to appoint other members to each financing team as she determines is necessary and appropriate to carry out the plan of financing described herein.

Section 3. The filing of one or more applications with the LGC for its approval of the issuance of the 2023 Bonds and the 2023 Note by the Chief Financial Officer, or her designee, with advice from the City Manager, the City Attorney, financial advisors and bond counsel, is hereby approved and ratified.

Section 4. The City Council finds and determines with respect to the Projects, and the issuance of the 2023 Bonds, and asks the LGC to find and determine with respect to the Projects, and the issuance of the 2023 Bonds, from the City's application and supporting documentation, as follows:

- (a) the proposed revenue bond issue is necessary or expedient;
- (b) the amount proposed is adequate and not excessive for the proposed purpose of the issue;
- (c) the proposed projects are feasible;
- (d) the City's debt management procedures and policies are good; and
- (e) the proposed revenue bonds can be marketed at reasonable interest cost to the City.

Section 5. The City Council finds and determines with respect to the Projects and the 2023 Note, and asks the LGC to find and determine with respect to the Projects and the 2023 Note, from the City's application and supporting documentation, as follows:

- (a) the proposed revenue bond anticipation note issue is necessary or expedient;

- (b) the amount proposed is adequate and not excessive for the proposed purpose of the issue;
- (c) the proposed projects are feasible;
- (d) the City's debt management procedures and policies are good; and
- (e) the proposed revenue bond anticipation note can be marketed at reasonable interest cost to the City.

Section 6. The City Council requests that the 2023 Bonds be sold by the LGC at private sale without advertisement to the Underwriters at such price as the LGC determines to be in the best interest of the City and as set forth in the City's application, but at a true interest cost not exceeding 6.00%. The City Council requests that the 2023 Note be sold by the LGC at private sale without advertisement to the Purchaser at such price as the LGC determines to be in the best interest of the City and as set forth in the City's application, at a variable rate of interest initially based on the Secured Overnight Financing Rate (SOFR).

Section 7. The City Council has ascertained and hereby determines that the average period of usefulness of the capital projects being financed and refinanced by the proceeds of the 2023 Bonds and the 2023 Note will not be less than the proposed final maturity computed from the date of issuance of the 2023 Bonds and the 2023 Note, as the case may be.

Section 8. The Mayor, the City Manager, the Chief Financial Officer, the City Clerk, including anyone serving as such in an interim capacity, or their respective designees, individually or collectively, are hereby authorized, empowered and directed to do any and all other acts and to execute any and all other documents, which they, in their discretion, deem necessary and appropriate in order to consummate the transactions contemplated by this Resolution and the other documents presented to this meeting and to execute and administer such transactions; except that none of the above is authorized or empowered to do anything or execute any document which is in contravention, in any way, of (a) the specific provisions of this Resolution, (b) any agreement to which the City is bound or (c) any applicable law, statute, ordinance, rule or regulation of the United States of America or the State.

Section 9. In order to satisfy the requirements of Section 147(f) of the Internal Revenue Code of 1986, as amended, and the treasury regulations promulgated thereunder, the City Council will conduct a public hearing on August 28, 2023 at 6:30 p.m., or as soon thereafter as practicable, in the Meeting Chamber, Charlotte-Mecklenburg County Government Center, 600 East Fourth Street, Charlotte, North Carolina 28202 concerning the issuance of the 2023 Bonds and the 2023 Note (the "Public Hearing"). The City Council directs the City Clerk to give notice of the Public Hearing in a manner permitted under Treasury Regulation Section 1.141(f)-1(d) with the advice of bond counsel.

Section 10. All actions of the City and its officials, whether previously or hereafter taken in effectuating the proposed financing as described herein, are hereby ratified, authorized and approved.

Section 11. All resolutions or parts thereof of the City Council in conflict with the provisions herein contained are, to the extent of such conflict, hereby superseded and repealed.

Section 12. This Resolution is effective on its adoption.