



Buncombe County Board of Commissioners

Request for Board Action

Meeting Date: March 4, 2025

New Business

Department: Finance **Presenter(s):** Mason Scott

Contact(s): Mason Scott

Subject: Resolution declaring the County's intent to reimburse itself for vehicle and related equipment expenditures

Brief Summary:

The reimbursement resolution designates the Finance Director to declare on behalf of the Board of Commissioners their official intent to reimburse expenditures with proceeds of debt. In this case, the County anticipates spending up to \$4 million out of operating funds, then reimbursing the County from issuance of an installment financing.

Additional information: Per IRS regulations, counties must adopt a Reimbursement Resolution if they intend to spend currently available funds on capital projects or acquisitions that will be financed by the later issuance of certain types of debt. This allows us to proceed with the purchase of these vehicles and related equipment, then use debt proceeds later in the fiscal year to pay ourselves back. This is possible if a county has sufficient fund balance to cash flow the purchases, then reimburse county operating funds when the debt is issued.

Recommended Motion & Requested Action:

Motion to approve the reimbursement resolution for debt financing vehicles and related equipment during fiscal year 2025.

County Manager's Comments & Recommendations:

County Manager recommends as presented.