Town of Taylorsville

TOWN COUNCIL REGULAR MEETING

Town Council Chambers

Tuesday, August 4th, 2026, at 5:30 p.m.

Prepared By: Christina Childers

Present: Mayor George Holleman
Mayor Pro Tem Eric Bumgarner
Councilman Jack Simms

Absent: Councilwoman Tamara Odom
Councilwoman Kim Brown
Town Manager Nathan Hester

Call to Order, Invocation, Pledge of Allegiance: **George B. Holleman, Mayor**

The Town Council regular meeting was called to order on Tuesday, August 4th, at 5:30 pm by Mayor George Holleman. Mayor Holleman wanted to address the recent loss of a prominent member of our town, Jack Bebber. Invocation was given by Councilmember Eric Bumgarner followed by the Pledge of Allegiance led by Mayor George Holleman

Adjustment and Approval of the Agenda: **George B. Holleman,**

Mayor Holleman requested any necessary adjustments to the agenda. Hearing no requests for modifications, a motion was presented to approve the agenda as presented.

> *A motion to approve the agenda as presented was made by Councilmember* Jack Simms, *seconded by Councilmember Eric Bumgarner, and approved unanimously.*

Consent Agenda

Approval for Minutes: **George B. Holleman, Mayor**

a. June 2nd, 2026: Regular Meeting Minutes
b. June 16th, 2026: Work Session Minutes

A motion to approve the minutes as presented was made by Councilmember Eric Bumgarner, *seconded by Councilmember Jack Simms, and approved unanimously.*

Request to Speak/Opportunity for Public Comment:

Mayor George Holleman opened the public comment period by reminding everyone that this was an opportunity for citizens to express items of interest to the Mayor and Town Council. He clarified that this is not a time for the Council to respond or take action, as any necessary follow-up would be taken under advisement. The mayor also asked speakers to maintain proper decorum and to limit their comments to no more than three minutes. *(See attachment A, which is hereby incorporated and made a part of these minutes.)*

Ed Elliott (Resident)- Mr. Elliott came before council concerned about the water restrictions enforced on the Town, stating that during the restriction period he noticed several people within the community still watering their yards, and washing their cars frequently. Mr. Elliott advised that he did not feel that it was fair that the Town of Taylorsville was allowed to water the flowers in Downtown while restricting the residents from being able to water their own flowers and yards. Mr. Elliott also raised concerns about the neglect he has observed on the streets and sidewalks where there are overgrown weeds and numerous cracks in the sidewalks.

Patty Ferguson (Resident)- Patty came before council to express her appreciation to the Town and county for getting the disabled cars off of the streets in the Northwood neighborhood and for the help with getting the former George Miller property cleaned up. Patty advised that she has noticed that they have started removing the excess weeds and brush. She is aware that due to the condition of the property it will take some time to get it back to its original state and was very appreciative to the Town Council for all they have done.

1. **Town Clerk Appointment** — **A. Wike, Public Works**

The Town Council took into consideration appointing Christina Childers as Town Clerk. Mayor George Holleman advised everyone that Mrs. Childers had already taken the Oath of Office.

A motion to approve the appointment of Christina Childers as Town Clerk was made by Councilmember Jack Simms, *seconded by Councilmember Eric Bumgarner, and approved unanimously. (See attachment B, which is hereby incorporated and made a part of these minutes.)*

2. **Appointment of Deputy Finance Officer:** — **K. Sager, Finance Dir.**

The Town Council took into consideration appointing Angela Wagoner as the Town of Taylorsville Deputy Finance Officer.

A motion to approve the appointment of Angela Wagoner as Deputy Finance officer was made by Councilmember Eric Bumgarner, *seconded by Mayor George Holleman, and approved unanimously.*

3. **Audit Contract with Strickland Hardee PLLC** — **K. Sager, Finance Dir.**

Finance Director Kimberly Sager presented the proposed audit contract for Fiscal Year 2026 with Strickland Hardee, PLLC. Mrs. Sager advised the Town Council that requests for proposals had been submitted and that three bids were received from Martin & Starnes, AAPG, and Strickland Hardee, PLLC. She recommended awarding the contract to Strickland Hardee based on its significantly lower cost compared to the Town's current auditor, Martin & Starnes, as well as the firm's experience providing audit services to small towns.

Mayor Holleman noted that Mrs. Sager had consulted with former Town employee Zach Green, who recommended Strickland Hardee based on his positive experience working with the firm in his current position.

Councilmember Jack Simms asked when the new contract would become effective. Mrs. Sager advised that, upon Council approval and execution of the contract, it would take effect for the 2026 audit. She further explained that the executed contract must be submitted to the North Carolina Local Government Commission (LGC) before the audit process can begin.

Mrs. Sager informed the Council that the Town's agreement with Martin & Starnes concluded upon completion of the Fiscal Year 2025 audit. She explained that audit contracts are awarded on an annual basis and reviewed Strickland Hardee's proposed fees of $25,500 for Fiscal Year 2026, $26,775 for Fiscal Year 2027, and $28,144 for Fiscal Year 2028. She noted that these fees include preparation of the Town's financial statements.

Mayor Holleman confirmed with Mrs. Sager that the preparation of the financial statements is a service the Town currently contracts with a third party to perform annually and that this cost is already included in Strickland Hardee's proposal.

Mrs. Sager advised that Martin & Starnes submitted a proposal of $46,000.00, while AAPG submitted a proposal of $39,500.00. Councilmember Bumgarner asked whether the loyalty discount offered by Martin & Starnes, which would reduce its proposal to $39,000.00, had been considered during the evaluation process. Mrs. Sager advised that she was not aware of the discount until earlier that day.

Councilmember Bumgarner noted that even after applying the loyalty discount to Martin & Starnes' proposal and considering the additional cost of approximately $15,000 for financial statement preparation by GWI, Strickland Hardee's proposal would still result in an estimated savings of approximately $30,000 per audit for the Town.

A motion to approve the audit contract with Strictland Hardee PLLC as presented was made by Mayor George Holleman, seconded by Councilmember Eric Bumgarner, and approved unanimously. (See attachment C, which is hereby incorporated and made a part of these minutes.)

Councilmember Eric Bumgarner wanted to take a moment to thank Martin & Starnes for their years of service to the Town of Taylorsville and to let it be known that their services have been appreciated.

4. **Police Department Grant Contract** **M. Millsaps, Police Chief**

Police Chief Mike Millsaps presented to Town Council a recommendation for a contract with Daniel Miglin to assist the Taylorsville Police department in the application of law enforcement grants. This position would be for 6 hours per week with a max pay of $300.00 weekly to assist in applying for federal and state law enforcement grants.

Chief Millsaps advised a little background on Daniel Miglin.

- Retired in 2022 following 30-year law enforcement career with Various sworn rank.
- He has been writing and managing federal, state and foundation grants since 004
- His specialty is law enforcement, but has also written successful grants for fire departments, special water districts, transportation projects, HUD programs, domestic violence programs, substance abuse programs, veteran assistance programs and street outreach programs.
- He has submitted over 230 grant applications
- He was worked with 37 different organizations.
- 74% of his grant applications have been awarded: combined $32+ million awarded to date with several awards still pending.
- Strong connections to state and federal grant officials.
- Funding has supported over 120 personnel, many vehicles, equipment, training, etc.
- Experienced Peer Reviewer for the federal government.
- Currently a Grant Specialist for The Ferguson Group (TFG)

Following review of the proposed agreement, Councilmember Jack Simms asked Finance Director Kimberly Sager how the Town would fund Mr. Daniel Miglin's grant writing services. Mrs. Sager advised that she was not sure of the specific funding source at that time and would research the matter further.

Chief Millsaps informed the Council that he believed contracting with Mr. Miglin would significantly benefit the Taylorsville Police Department by increasing opportunities to secure grant funding. He stated that the investment in professional grant writing services could potentially generate thousands of dollars in grant awards annually and represented the most effective approach to obtaining additional funding.

Councilmember Simms asked whether consideration of the agreement was time-sensitive or if it could be deferred until the August 18th Work Session for further review. Chief Millsaps acknowledged that grant opportunities are often time-sensitive but stated that his intent was to provide the Council with the information necessary to make an informed decision.

Mayor Holleman made a motion to postpone consideration of the grant writing services agreement with Daniel Miglin rather than table the matter. Councilmember Simms expressed his preference for having the full Town Council present to participate in the discussion and decision before moving forward.

A motion to Postpone to next Work Session on 08/18/2026 was made by Councilmember Jack Simms, Seconded by Mayor Holleman and approved unanimously.

5. Clear Software Subscription Agreement — M. Millsaps, Police Chief

Chief Millsaps presented an agreement for a Clear Software subscription for the Taylorsville Police Department. He explained that the software will enhance investigative capabilities by providing rapid phone number identification, allowing investigators to obtain critical information more efficiently. This tool is expected to be especially valuable during time-sensitive investigations, such as missing child cases, where timely access to information can significantly impact the outcome.

Chief Millsaps advised that the subscription cost will be $411.00 for the first year, $431.55 for the second year, and $453.13 for the third year.

A motion to approve the Clear Software Subscription agreement as presented was made by Councilmember Eric Bumgarner, seconded by Councilmember Jack Simms and approved unanimously. (See attachment D, which is hereby incorporated and made a part of these minutes)

6. Public Hearing: Annexation — A. Wike, Public Works

The Town Council held a public hearing regarding the annexation application by Alexander County Habitat for Humanity of approximately six parcels (Parcel IDs: 0009871, 0008932, 0007890, 0066455, 0066848, and 0007468).
Public works Director Aaron Wike advised that this is approx. a 56.9-acre tract of land off of Leory Road that they are looking to develop 6 homes and looking to continue to develop there in the future. They are currently working with West Consultants on getting the development drawn up and engineered. Mr. Wike advised that we currently have sewer there and it will be serviced by Energy United Watr. Public Works Director Aaron Wike advised Town council that the Certificate of Sufficiency had been completed by the previous Town Clerk Nicole Mayes prior to her leaving for her new position and there were no issues with the deeds to hold up the Town up from moving forward with this annexation. This would be a non-contiguous annexation.

A motion to enter into the public hearing was made by Councilmember Jack Simms, seconded by Councilmember Eric Bumgarner, and approved unanimously.

Mayor Holleman opened the public for comment on the annexation application by Alexander County Habitat for Humanity at 5:57 PM. Noting that no members of the public came forward to speak, he closed the public hearing at 5:59 PM.

7. Ordinance: Annexation — A. Wike, Public Works

The Town Council considered adopting an ordinance for the annexation of approximately six parcels of land owned by the Alexander County Habitat for Humanity, (Parcel IDs: 0009871, 0008932, 0007890, 0066455, 0066848, and 0007468).

A motion to approve an ordinance for Annexation by Alexander County Habitat for Humanity, was made by Councilmember Eric Bumgarner, seconded by Councilmember Jack Simms, and approved unanimously. (See attachment E, which is hereby incorporated and made a part of these minutes)

8. Public Hearing: Annexation — A. Wike, Public Works

The Town Council held a public hearing regarding the annexation of three parcels totaling 1.318 acres located on Hammer Road: (Parcel #0062956, PIN 3759 98 3176), (Parcel #0008525, PIN 3759 98 3076), and (Parcel #0062955, PIN 3759 97 3977).

Public Works Directory Aaron Wike advised that this is a piece of property owned by Keever Carpentry at 175 Hammer Road. This would be a contiguous annexation. Mr. Keever reached out a few months ago regarding this annexation and the Certificate of Sufficiency was done by Nicole Mayes prior to her leaving as well with no issues. It was also notated that there is also water and sewer services at that area.

A motion to enter into the public hearing was made by Councilmember Eric Bumgarner, seconded by Councilmember Jack Simms, and approved unanimously.

Mayor Holleman opened the public comment regarding the Annexation of the parcels on Hammer Road at 5:59 PM. Noting that no members of the public came forward to speak, he closed the public hearing at 6:01PM.

9. Ordinance: Annexation — A. Wike, Public Works

The Town Council considered adopting an ordinance for the annexation of three parcels totaling 1.318 acres located on Hammer Road: (Parcel #0062956, PIN 3759 98 3176), (Parcel #0008525, PIN 3759 98 3076), and (Parcel #0062955, PIN 3759 97 3977).

A motion to approve Hammer Road Annexation was made by Councilmember Jack Simms, seconded by Councilmember Eric Bumgarner, and approved unanimously. (See attachment F, which is hereby incorporated and made a part of these minutes)

10. Surplus Property — A. Wike, Public Works

The Town Council considered declaring a piece of personal property within the Police Department as surplus. The item is a 2003 Ford Crown Victoria that is no longer in service as a departmental vehicle.

Mayor Holleman advised that he had discussed the vehicle with Chief Millsaps, and they are interested in retaining it and restoring it as an "Old School Cruiser," similar in concept to the vintage police vehicle used by the Town of Mount Airy. Once restored, the vehicle would be a fully operational police cruiser and would be utilized for community events, parades, and other special occasions within the Town of Taylorsville.

Councilmembers expressed their support for the concept and agreed that the proposal warranted further consideration. By consensus, the matter was deferred to the August 18th Work Session for additional discussion and review.

A motion to move the Surplus Property of the 2003 Ford Crown Victoria to the 08/18 Work Session was made by Councilmember Jack Simms, seconded by Mayor George Holleman, and approved unanimously

11. Budget Amendements : **K. Sager, Finance Dir.**

a. Streets & Sanitation – Leaf Truck Maintenance

The Town Council reviewed a proposed budget amendment to transfer $46,118.20 from the General Fund to the Maintenance and Repair Infrastructure budget to cover increased expenditures associated with repairs to the Town's leaf collection truck.

Public Works Director Aaron Wike informed the Council that the leaf truck has been out of service since late January due to a failure of the software system that controls the operation of the boom arm. He explained that the existing software can no longer be repaired and that the truck must be converted to a manual hydraulic operating system to restore it to working condition. The only company that can make the necessary repairs to convert to the manual hydraulic system quoted $46,118.20. To buy a new one it would cost approximately $350,000.00. Mr. Wike emphasized the importance of completing the conversion prior to the start of the upcoming leaf collection season.

A motion to approve budget amendment for Leaf truck maintenance was made by Councilmember Jack Simms, seconded by Mayor George Holleman, and approved unanimously. (See attachment G, which is hereby incorporated and made a part of these minutes)

b. General Fund Miscellaneous – Veterans Banners

The Town Council reviewed a proposed budget amendment to transfer $650.00 from the General Fund Miscellaneous account to the Supplies account using revenue generated through the Veterans Banner Program.

The amendment increases the revenue budget to recognize additional Hometown Hero Banner sales and increases the expenditure budget by the same amount to fund the purchase and installation of the additional banners. The program is fully funded through program-generated revenues and requires no additional General Fund appropriations.

Public Works Director Aaron Wike advised that the third order cycle for the Hometown Hero Banners has closed for the year to allow sufficient time for the banners to be produced and installed throughout Town by Labor Day. The banners will remain on display until the Town begins installing its Christmas decorations. Mr. Wike noted that the program has been well received by the community and

expressed his appreciation for its continued success and anticipated growth in the coming year.

A motion to approve budget amendment for the Veterans Banners was made by Councilmember Eric Bumgarner, seconded by Councilmember Jack Simms, and approved unanimously. (See attachment H, which is hereby incorporated and made a part of these minutes)

c. Streets & Sanitation – Brush Truck

The Town Council reviewed a proposed budget amendment to transfer $20,000.00 from the General Fund Buildings & Grounds Capital Outlay account to the Streets Capital Outlay account for the purchase of a replacement brush truck.

Finance Director Kimberly Sager advised the Council that available funds had been identified within the budget allocated for the Town Hall renovation project. These funds could be reallocated to help offset the cost of purchasing the replacement truck and transferring the existing truck bed to the new vehicle. As a result, the budget amendment reallocates existing appropriations and does not require additional revenues or an appropriation from the Town's fund balance.

Public Works Director Aaron Wike informed the Council that $40,000.00 had already been budgeted for the purchase of a used brush truck. However, he explained that the current market for used brush trucks ranges from $40,000.00 to $60,000.00, with many vehicles already exceeding 100,000 miles.

Mr. Wike advised that he had been working with Modern Chevrolet, which currently has a new 2025 cab and chassis that was originally ordered for the City of Hickory. Because the vehicle was not delivered within the City's required timeframe, the City declined acceptance, leaving the vehicle available for purchase. Mr. Wike explained that the Town has the opportunity to purchase the new chassis for $48,500.00, with an estimated additional $5,000.00 to $7,000.00 to remove the bed from the Town's existing brush truck and install it on the new chassis. He noted that this approach would provide the Town with what is essentially a new brush truck for an estimated total cost of approximately $55,500.00.

Mr. Wike further advised that the Town's current brush truck is nearing the end of its service life. The vehicle has already required two engine repairs, is only minimally operational, and currently consumes approximately one quart of oil per day, making replacement the most practical and cost-effective long-term solution.

A motion to approve budget amendment for the Brush truck purchase was made by Councilmember Jack Simms, seconded by Councilmember Eric Bumgarner, and approved unanimously. (See attachment I, which is hereby incorporated and made a part of these minutes)

12. Staff Reports:

Staff Department Heads

Police Department Reports:

Chief Michael Millsaps presented the Police Department's activity report for July 2026. The statistics were as follows:

- Calls for Service: 975
- Incident Reports: 44
- Vehicle Stops: 93
- Citations Written: 71
- Arrests: 14
- Felonies:2
- DWIs: 0
- Total Charges: 7

Chief Millsaps advised that they are taking higher volumes of calls this year compared to last year. Summer calls do rise with everyone

Councilmember Simms asked Chief Millsaps about the radar that is on West end to see if they are dead. He advised that it was and they have been waiting for new batteries to come in along with the new signs.

We advised that we had over 53,000 cars come through the town in a week and half in just that one area.

Finance Department Report:

Finance Director Kimberly Sager reported that there were no financial issues requiring Council's attention at this time.

Mrs. Sager informed the Council that she recently completed a Capital Investments course through the UNC School of Government as part of her continuing professional development. She also advised that Angela Wagoner is scheduled to attend finance training courses at the end of August. In addition, Mrs. Sager stated that she is actively preparing for the upcoming annual audit.

Public Works Report:

Public Works Director Aaron Wike presented the department's monthly maintenance and infrastructure project updates.

- Utility Operations:

Public Works Director Aaron Wike reported that they have started road repairs across from the mayor's house where the tree roots have come up through road. Aaron advised that they had to dig up the root and had to repair the curb and gutter since the root was running up under it as well. Repairs should be complete in the next 2 weeks. He re-addressed the Leaf Truck repairs and advised that they have done several water taps. Brush service will be a little slower over the next couple of weeks as they work to get the bed installed onto the new brush truck, however once the new truck is up and operational they will have everything collected and back on schedule.

- Grants

Aaron has been in contact with West Consultant and Withers Ravenel in regards to the 10 million water grant and the 5 million Sewer grant that will replace the water lines on main street. West Consultants has turned in their ER report for the state and Withers Ravenel will have theirs turned in by Mid- September. The Bids will not go out till 2027 with an anticipated ground breaking on these projects in 2028.

- Veteran's Banners

The third order of Veterans banners has been placed and the second order of banners has been installed. There has been one hit since July 4th that only broke a bracket. This has been replaced and the banner was re-hanged.

- Matheson Park

They are still working on getting the drawings for the new bathroom drawn up. As soon as they have these completed, they will have the concrete slab poured and have the high school come in to start working on building the bathroom building. The anticipated goal is to have the bathroom complete by the end of the 2026-2027 school year.

- Cemetery GIS

Aaron had a meeting with COG on August 5th to go over the new GIS program for the cemetery. Starting this fiscal year through next fiscal year they will map every burial site that they have on record. This will be a GIS layer search program where you can search by name, Birth or death date. This will show a grid with a location of every known burial. This is not only historically necessary but will help females that are not able to locate a loved one. This project will start Spring of 2027 with completion approximately Fall of that year.

Council General Discussion:
Mayor George Holleman advised that after nearly 25 years the county was finally able to get a grant to fund the repaving of Sterling Lane.

Councilmember Jack Simms thanked everyone for coming out and taking their time to support their town.

Councilmember Eric Bumgarner encouraged the town to come out for the yard sale that was being put on by the Town in September. He asked that everyone spread the word and they could place items in their yard for sale or could reserve a spot at the Town Park. He is hoping to make this a yearly event for the town and advised that he is open to hear suggestions on what the money collected from the yard sale spots could be used for within the community.

Public Works Director Aaron Wike advised that the yard sale spots at Town Park are 15 x20 with 40 available spots on a first come, first serve basis at $20.00 per spot. We are also seeking food truck vendors that would like to come out for this event.

Next Meeting:

Special Meeting – Monday, August 10th, 2026 at 5:30 P.M. in the Town Council Chambers.

Work Session – Tuesday, August 18th ,2026, at 2:00 P.M. in the Town Council Chambers.

Adjournment

Motion was made to adjourn by Councilmember Jack Simms, seconded by Councilmember Eric Bumgarner, and approved unanimously.

With no further business to discuss the meeting was adjourned at approximately 6:28 p.m.

George Holleman

Mayor

Councilmember

Kim Brown

Councilmember

Tamara Odom

Councilmember

Jack Simms

Councilmember

Attest: Christina Childers

Christina Childers, Town Clerk

Town of Taylorsville

Public Comment Sign Up Sheet

Name:	Address:	Phone Number:	Comment Topic:
Edd Elliott			
P. Ferguson			

Town of Taylorsville

TOWN OF TAYLORSVILLE

OATH OF OFFICE

Taylorsville Town Clerk

"I, Christina Childers, do solemnly swear (or affirm) that I will support and maintain the Constitution and laws of the United States, and the Constitution and laws of North Carolina not inconsistent therewith, and that I will faithfully discharge the duties of my office as **Town Clerk**, so help me God." (Pursuant to NCGS § 160A-61, § 160A-71, and NC Const. Art. VI, § 7)

Christina Childers
Signature of Town Clerk

Sworn and subscribed on this 27 day of July, 2026.

Timothy Swayze
Official Administering Oath

Finance Director
Title of Official Administering Oath

LGC-205 Form A

CONTRACT TO AUDIT ACCOUNTS

Rev. 02/2026

The | Governing Board: TOWN COUNCIL

of | Primary Government Unit: TOWN OF TAYLORSVILLE

and | Discretely Presented Component Unit (DPCU) (if applicable): N/A

Primary Government Unit, together with DPCU (if applicable), hereinafter referred to as Governmental Unit(s)

and | Auditor Name: STRICKLAND HARDEE PLLC

Auditor Address: 236 EAST CENTER STREET, LEXINGTON, NC 27292

Hereinafter referred to as Auditor

for

Fiscal Year Ending	Date Audit Will Be Submitted to LGC
06/30/26	12/31/26

Must be within six months of FYE

hereby agree as follows:

1. The Auditor shall audit all statements and disclosures required by "U.S. Auditing Standards – AICPA (Clarified)," referred to as generally accepted auditing standards (GAAS) and additional required legal statements and disclosures of all funds and/or divisions of the Governmental Unit(s). The non-major combining, and individual fund statements and schedules shall be subjected to the auditing procedures applied in the audit of the basic financial statements and an opinion shall be rendered in relation to (as applicable) the governmental activities, the business-type activities, the aggregate DPCUs, each major governmental and enterprise fund, and the aggregate remaining fund information (non-major government and enterprise funds, the internal service fund type, and the fiduciary fund types). Budgetary comparison information shall be prepared in accordance with applicable GASB standards. Budget-to-actual comparisons at the level of the legally adopted budget ordinance shall be presented as required supplementary information and shall not be included in the basic financial statements. Any other budgetary comparison information shall be presented only as supplementary information for funds required to be budgeted under NCGS Chapter 159, Article 3.

2. At a minimum, the Auditor shall conduct the audit and render the report in accordance with GAAS. If the Governmental Unit expended $100,000 or more in combined Federal and State financial assistance during the reporting period, the Auditor shall perform the audit in accordance with *Generally Accepted Government Auditing Standards* (GAGAS). The Governmental Unit is subject to federal single audit requirements in accordance with Title 2 US Code of Federal Regulations Part 200 *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards*, Subpart F (*Uniform Guidance*) and the State Single Audit Implementation Act. Currently the threshold is $1,000,000 for federal and state single audits, or such other threshold as applicable for the fiscal year under audit. This audit and all associated audit documentation may be subject to review by federal and State agencies in accordance with federal and State laws, including the staff of the Office of State Auditor (OSA) and the Local Government Commission (LGC). If the audit requires a federal single audit in accordance with the Uniform Guidance (§200.501) the Auditor and Governmental Unit(s) should discuss, in advance of the execution of this contract, the responsibility for submission of the audit and the accompanying data collection form (form SF-FAC) to the Federal Audit Clearinghouse as required under the Uniform Guidance (§200.512) to ensure proper submission.

If the audit and Auditor communication are found in this review to be substandard, the results of the review may be forwarded to the North Carolina State Board of CPA Examiners (NC State Board).

3. If an entity is determined to be a component of another government as defined by the group audit standards, the entity's auditor shall make a good faith effort to comply in a timely manner with the requests of the group auditor in accordance with AU-6 §600.41 - §600.42.

4. This contract contemplates an unmodified opinion being rendered. If during the process of conducting the audit, the Auditor determines that it will not be possible to render an unmodified opinion on the financial statements of the unit, the Auditor shall contact the LGC Staff to discuss the circumstances leading to that conclusion as soon as is practical and before the final report is issued. The audit shall include such tests of the accounting records and such other auditing procedures as are considered by the Auditor to be necessary in the circumstances. Any limitations or restrictions in scope which would lead to a qualification should be fully explained in an attachment to this contract.

5. If this audit engagement is subject to the standards for audit as defined in *Government Auditing Standards* (2018 revision or subsequent revisions, as applicable) issued by the Comptroller General of the United States, then by accepting this engagement, the Auditor warrants that he or she has met the requirements for a peer review and continuing education as specified in *Government Auditing Standards*. The Auditor agrees to provide a copy of the most recent peer review report to the Governmental Unit(s) and to the Secretary of the LGC prior to the execution of an audit contract. Subsequent submissions of the report are required only upon report expiration or upon the Auditor's receipt of an updated peer review report. If the audit firm receives a peer review rating other than pass, the Auditor shall not contract with the Governmental Unit(s) without first contacting the Secretary of the LGC for a peer review analysis that may result in additional contractual requirements.

If the audit engagement is not subject to *Government Auditing Standards* or if financial statements are not prepared in accordance with U.S. generally accepted accounting principles (GAAP) and fail to include all disclosures required by GAAP, the Auditor shall provide an explanation as to why in an attachment to this contract or in an amendment.

6. It is agreed that time is of the essence in this contract. All audits are to be performed, and the report of audit submitted to LGC Staff, within six months of fiscal year end. At the time of the execution of this contract, if the parties know that the anticipated submission date of the audit exceeds six months after fiscal year end, a written explanation shall be provided to the Secretary of the LGC on this contract form (see the space provided on Page 7). If it becomes necessary to amend the audit fee or the date that the audit report will be submitted to the LGC, an amended contract along with a written explanation of the change shall be submitted to the Secretary of the LGC for approval.

7. It is agreed that GAAS include a review of the Governmental Unit's (Units') systems of internal control and accounting as they relate to accountability of funds and adherence to budget and law requirements applicable thereto; that the Auditor shall make a written report, which may or may not be a part of the written report of audit, to the Governing Board setting forth the Auditor's findings, together with his or her recommendations for improvement. That written report shall include all matters determined to be "significant deficiencies and material weaknesses" in accordance with AU-C §265 "Communicating Internal Control Related Matters Identified in an Audit" of GAAS. The Auditor shall file a copy of that report with the Secretary of the LGC.

For GAAS or *Government Auditing Standards* audits, if an Auditor issues an AU-C §260 report, "Auditor's Communication With Those Charged With Governance," commonly referred to as a "Governance Letter," LGC staff does not require the report to be submitted unless the Auditor cites significant findings or issues from the audit, as defined in AU-C §260 paragraphs 12 - 14. This would include issues such as difficulties encountered during the audit, significant or unusual transactions, uncorrected misstatements, matters that are difficult or contentious for which the Auditor consulted outside the engagement team and, in the Auditor's judgment, are significant and relevant to those charged with governance, and other findings or issues that the Auditor believes are significant and relevant. If matters identified during the audit were required to be reported as described in AU-C §260 paragraphs 12 - 14 and were communicated in a method other than an AU-C §260 letter, the written documentation must be submitted.

8. All local government and public authority contracts for audit or audit-related work require the approval of the Secretary of the LGC. This includes annual or special audits, agreed upon procedures related to internal controls, bookkeeping or other assistance necessary to prepare the Governmental Unit's records for audit, financial statement preparation, any finance-related investigations, or any other audit- related work in the State of North Carolina. Approval is also required for the Alternative Compliance Examination Engagement for auditing the Coronavirus State and Local Fiscal Recovery Funds expenditures as allowed by US Treasury. Approval is not required on audit contracts and invoices for system improvements and similar services of a non-auditing nature.

9. Invoices for services rendered under these contracts shall not be paid by the Governmental Unit(s) until the invoice has been approved by the Secretary of the LGC. This also includes any progress billings [G.S. 159-34 and 115C-447]. All invoices for audit work shall be submitted in PDF format to the Secretary of the LGC for approval. The invoice marked 'approved' with approval date shall be returned to the Auditor to present to the Governmental Unit(s) for payment. This paragraph is not applicable to contracts for audits of hospitals.

10. In consideration of the satisfactory performance of the provisions of this contract, the Governmental Unit(s) shall pay to the Auditor, upon approval by the Secretary of the LGC if required, the fee, which includes any costs the Auditor may incur from work paper or peer reviews or any other quality assurance program required by third parties (federal and state grantor and oversight agencies or other organizations) as required under the Federal Single Audit Act and the State Single Audit Act. This does not include fees for any pre-issuance reviews that may be required by the North Carolina Association of Certified Public Accountants (NCACPA) Peer Review Committee or North Carolina State Board of CPA Examiners (see Paragraph 13).

11. If the Governmental Unit(s) has/have outstanding revenue bonds, the Auditor shall submit to LGC Staff, either in the notes to the audited financial statements or as a separate report, a calculation demonstrating compliance with the revenue bond rate covenant. Additionally, the Auditor shall submit to LGC Staff simultaneously with the Governmental Unit's (Units') audited financial statements any other bond compliance statements or additional reports required by the authorizing bond documents, unless otherwise specified in the bond documents.

12. After completing the audit, the Auditor shall submit to the Governing Board a written report of audit. This report shall include, but not be limited to, the following information: (a) Management's Discussion and Analysis, (b) the financial statements and notes of the Governmental Unit(s) and all of its component units prepared in accordance with GAAP, (c) supplementary information requested by the Governmental Unit(s) or required for full disclosure under the law, and (d) the Auditor's opinion on the material presented. The Auditor shall furnish the required number of copies of the report of audit to the Governing Board upon completion.

13. If the audit firm is required by the Secretary of the Local Government Commission to obtain a pre-issuance review or take corrective action as a result of peer review findings or quality control deficiencies, such corrective action shall be consistent with the authority and requirements of the North Carolina State Board of Certified Public Accountant Examiners, the AICPA Peer Review Program, and established Local Government Commission practice, including the use of report addenda or other remedial measures, as appropriate.

14. In accordance with G.S. 159-34, the Finance Officer of the Unit is responsible for filing the audited financial statements with the Secretary of the Local Government Commission.

The Auditor may upload the audit report and related documents through the LGC's electronic submission system; however, submission shall not be deemed complete until the Finance Officer has reviewed and certified the submission.

The Auditor, Finance Officer, other Unit staff member designated by the Finance Officer, or a third party approved by the Unit may enter all Data Input Report information except the information on the "transmittal doc info" tab. The "transmittal doc info" tab must be completed by the Auditor.

The Finance Officer shall review, approve, and certify the accuracy and completeness of the Data Input Report (DIR) in the LGC's LOGOS system prior to LGC review, regardless of whether the DIR is prepared by the Auditor or the Unit.

Finance Officer certification is required for any corrected or revised submissions.

Finance Officer certification of the DIR shall be completed in a timely manner following notification that the DIR is ready for review and within time frames prescribed by the LGC. Failure to complete certification in a timely manner may result in the audit being considered late due to unit action rather than auditor performance

The Auditor shall conduct the audit in accordance with generally accepted auditing standards and shall ensure that the financial statements are prepared in accordance with generally accepted accounting principles as of the fiscal year end. Budget-to-actual comparisons at the level of the legally adopted budget ordinance shall be presented in required supplementary information, separate from the basic financial statements, and shall not be included in the audit opinion. The Auditor shall confirm that such information reconciles to the financial statements and is consistent with applicable accounting guidance and any LGC reporting requirements.

The Finance Officer shall certify in a timely manner that all data inputted in LOGOS used for preparation of the financial statements and required supplementary information is complete and accurate.

For audits of units other than hospitals, the audit report should be submitted when (or prior to) submitting the final invoice for services rendered. The report of audit, as filed with the Secretary of the LGC, becomes a matter of public record for inspection, review and copy in the offices of the LGC by any interested parties. Any subsequent revisions to these reports shall be sent to the Secretary of the LGC. These audited financial statements, excluding the Auditors' opinion, may be used in the preparation of official statements for debt offerings by municipal bond rating services to fulfill secondary market disclosure requirements of the Securities and Exchange Commission and for other lawful purposes of the Governmental Unit(s) without requiring consent of the Auditor. If the LGC Staff determines that corrections need to be made to the Governmental Unit's (Units') financial statements and/or the compliance section, those corrections shall be provided within three business days of notification unless another deadline is agreed to by LGC Staff.

15. Should circumstances disclosed by the audit call for a more detailed investigation by the Auditor than necessary under ordinary circumstances, the Auditor shall inform the Governing Board in writing of the need for such additional investigation and the additional compensation required therefore. Upon approval by the Secretary of the LGC, this contract may be modified or amended to include the increased time, compensation, or both as may be agreed upon by the Governing Board and the Auditor.

16. If an approved contract needs to be modified or amended for any reason, the change shall be made in writing and preaudited if the change includes a change in audit fee (preaudit requirement does not apply to hospitals). This amended contract shall be completed in full, including a written explanation of the change, signed and dated by all original parties to the contract. It shall then be submitted to the Secretary of the LGC for approval. No change to the audit contract shall be effective unless approved by the Secretary of the LGC.

17. A copy of the engagement letter, issued by the Auditor and signed by both the Auditor and the Governmental Unit(s), shall be attached to this contract, and except for fees, work, and terms not related to audit services, shall be incorporated by reference as if fully set forth herein as part of this contract. In case of conflict between the terms of the engagement letter and the terms of this contract, the terms of this contract shall take precedence. Engagement letter terms that conflict with the contract are deemed to be void unless the conflicting terms of this contract are specifically deleted in Paragraph 30 of this contract. Engagement letters containing indemnification clauses shall not be accepted by LGC Staff.

18. Special provisions should be limited. Please list any special provisions in an attachment.

19. A separate contract should not be made for each division to be audited or report to be submitted. If a DPCU is subject to the audit requirements detailed in The Local Government Budget and Fiscal Control Act and a separate audit report is issued, a separate audit contract is required. If a separate report is not to be issued and the DPCU is included in the primary government audit, the DPCU shall be named along with the primary government on this audit contract. DPCU Board approval date, signatures from the DPCU Board chairman and Finance Officer also shall be included on this contract.

20. The contract shall be executed, preaudited (preaudit requirement does not apply to hospitals) and physically signed by all parties including Governmental Unit(s) and the Auditor, then submitted in PDF format to the Secretary of the LGC.

21. The contract is not valid until it is approved by the Secretary of the LGC. The staff of the LGC shall notify the Governmental Unit and Auditor of contract approval by email. The audit should not be started before the contract is approved.

22. Retention of Client Records: Auditors are subject to the NC State Board of CPA Examiners' Retention of Client Records Rule 21 NCAC 08N .0305 as it relates to the provision of audit and other attest services, as well as non-attest services. Clients and former clients should be familiar with the requirements of this rule prior to requesting the return of records.

23. This contract may be terminated at any time by mutual consent and agreement of the Governmental Unit(s) and the Auditor, provided that (a) the consent to terminate is in writing and signed by both parties, (b) the parties have agreed on the fee amount which shall be paid to the Auditor (if applicable), and (c) no termination shall be effective until approved in writing by the Secretary of the LGC.

24. The Governmental Unit's (Units') failure or forbearance to enforce, or waiver of, any right or an event of breach or default on one occasion or instance shall not constitute the waiver of such right, breach or default on any subsequent occasion or instance.

25. There are no other agreements between the parties hereto and no other agreements relative hereto that shall be enforceable unless entered into in accordance with the procedure set out herein and approved by the Secretary of the LGC.

26. E-Verify. The Auditor shall comply with the requirements of NCGS Chapter 64 Article 2. Further, if the Auditor utilizes any subcontractor(s), Auditor shall require such subcontractor(s) to comply with the requirements of NCGS Chapter 64, Article 2.

27. For all non-attest services, the Auditor shall adhere to the independence rules of the AICPA Professional Code of Conduct and *Government Auditing Standards, 2018 or 2024 Revision* (as applicable). Preparing financial statements in their entirety shall be deemed a "significant threat" requiring the Auditor to apply safeguards sufficient to reduce the threat to an acceptable level. If the Auditor cannot reduce the threats to an acceptable level, the Auditor cannot complete the audit. If the Auditor is able to reduce the threats to an acceptable level, the documentation of this determination, including the safeguards applied, must be included in the audit workpapers.

All non-attest service(s) being performed by the Auditor that are necessary to perform the audit must be identified and included in this contract. The Governmental Unit shall designate an individual with the suitable skills, knowledge, and/or experience (SKE) necessary to oversee the services and accept responsibility for the results of the services performed. If the Auditor is able to identify an individual with the appropriate SKE, the Auditor must document and include in the audit workpapers how the Auditor reached that conclusion. If the Auditor determines that an individual with the appropriate SKE cannot be identified, the Auditor cannot perform both the non-attest service(s) and the audit. See "Fees for Audit Services" page of this contract to disclose the person identified as having the appropriate SKE for the Governmental Unit.

28. **Applicable to audits with fiscal year ends of June 30, 2021 and later.** The Auditor shall present the audited financial statements including any compliance reports to the Government Unit's Governing Board or audit committee in an official meeting in open session as soon as the audited financial statements are available but not later than 45 days after the submission of the audit report to the Secretary of the LGC. The Auditor's presentation to the Governing Board or audit committee shall include:

a) the description of each finding, including all material weaknesses and significant deficiencies, as found by the Auditor, and any other issues related to the internal controls or fiscal health of the Government Unit as disclosed in the management letter, the Single Audit or Yellow Book reports, or any other communications from the Auditor regarding internal controls as required by current auditing standards;

b) the status of the prior year audit findings;

c) the values of Financial Performance Indicators based on information presented in the audited financial statements; and

d) notification to the Governing Board that the Governing Board shall develop a "Response to the Auditor's Findings, Recommendations, and Fiscal Matters," if required under Rule 20 NCAC 03 .0508.

29. Information based on the audited financial statements shall be submitted to the Secretary of the LGC through the LGC's LOGOS system, including completion of the Data Input Report (DIR). Submission is not complete and shall not be accepted by the LGC until the Finance Officer has reviewed and certified the DIR in accordance with Paragraph 14 of this contract.

30. All of the above paragraphs are understood and shall apply to this contract, except the following numbered paragraphs shall be deleted (See Paragraph 17 for clarification).

31. The process for submitting contracts, audit reports and invoices is subject to change. Auditors and Units should use the submission process and instructions in effect at the time of submission. Refer to the N.C. Department of State Treasurer website at https://www.nctreasurer.com/state-and-local-government-finance-division/local-government-commission/submitting-your-audit.

32. All communications regarding audit contract requests for modification or official approvals will be sent to the email addresses provided on the signature pages that follow.

33. **Applicable to audits with fiscal year ends of June 30, 2025, and later.** The Unit authorizes the LGC to grant access to the LGC's LOGOS system, including the Data Input Report (DIR), to employees of the contracted audit firm who are associated with and acting on behalf of the firm for purposes of performing audit and reporting services under this contract. Such access shall be limited to the scope necessary to perform contracted services and shall not relieve the Auditor or the Unit of their respective responsibilities under this contract.

34. Changes or edits to the text of this contract form are not permitted, except for the Secretary's authority to revise or update this contract form pursuant to LGC Rule 20 NCAC 03. 0502.

For contracts with an anticipated audit submission date exceeding six months after fiscal year end, please use this space to explain the reason for the late submission, as required by Paragraph 6 of this contract form:

N/A

FEES FOR AUDIT SERVICES

1. For all non-attest services, the Auditor shall adhere to the independence rules of the AICPA Professional Code of Conduct (as applicable) and *Government Auditing Standards,2018 Revision*. Refer to Paragraph 27 of this contract for specific requirements. The following information must be provided by the Auditor; contracts presented to the LGC without this information will be not be approved.

Financial statements were prepared by: ☐Auditor ☐Governmental Unit ☑Third Party

If applicable: The individual at the Governmental Unit designated to have the suitable skills, knowledge, and/or experience (SKE) necessary to oversee the non-attest services and accept responsibility for the results of these services:

Name:	***Title and Unit / Company:***	***Email Address:***
KIMBERLY SAGER	FINANCE DIRECTOR	KSAGER@TAYLORSVILLENC.CON

OR Not Applicable ☐ *(Identification of SKE Individual on the LGC-205 Contract is not applicable for GAAS-only audits or audits with FYEs prior to June 30, 2020.)*

2. Fees may not be included in this contract for work performed on Annual Financial Information Reports (AFIRs), Form 990s, or other services not associated with audit fees and costs. Such fees may be included in the engagement letter but may not be included in this contract or in any invoices requiring approval of the LGC. See Paragraphs 8 and 13 for details on other allowable and excluded fees.

3. The audit fee information included in the table below for both the Primary Government Fees and the DPCU Fees (if applicable) should be reported as a specific dollar amount of audit fees for the year under this contract. If any language other than an amount is included here, the contract will be returned to the audit firm for correction.

4. Prior to the submission of the completed audited financial report and applicable compliance reports subject to this contract, or to an amendment to this contract (if required) the Auditor may submit interim invoices for approval for services rendered under this contract to the Secretary of the LGC, not to exceed 75% of the billings for the Unit's last annual audit that was submitted to the Secretary of the LGC. All invoices for services rendered in an audit engagement as defined in Rule 20 NCAC .0503 shall be submitted to the Secretary of the LGC for approval before any payment is made. Payment before approval is a violation of law. (This paragraph not applicable to contracts and invoices associated with audits of hospitals).

Primary Government Unit	TOWN OF TAYLORSVILLE
Audit Fee (financial and compliance if applicable)	$ 17,000
Fee per Major Program (if not included above)	$ 3,500
Additional Fees Not Included Above (if applicable):	
Financial Statement Preparation (incl. notes and RSI)	$
All Other Non-Attest Services	$
TOTAL AMOUNT NOT TO EXCEED	$ 20,500

Discretely Presented Component Unit	N/A
Audit Fee (financial and compliance if applicable)	$
Fee per Major Program (if not included above)	$
Additional Fees Not Included Above (if applicable):	
Financial Statement Preparation (incl. notes and RSI)	$
All Other Non-Attest Services	$
TOTAL AMOUNT NOT TO EXCEED	$

SIGNATURE PAGE

AUDIT FIRM

Audit Firm* STRICKLAND HARDEE PLLC	
Authorized Firm Representative (typed or printed)* NICHOLAS WICKER	Signature* Nick Wicker
Date* 07/23/26	Email Address* nick@shcpa.cpa

GOVERNMENTAL UNIT

Governmental Unit* TOWN OF TAYLORSVILLE	
Date Governing Board Approved Audit Contract* **(Enter date in box to right)**	
Mayor/Chairperson (typed or printed)* GEORGE HOLLEMAN	Signature* George Holleman
Date 8-4-26	Email Address* gholleman@taylorsvillenc.com

Chair of Audit Committee (typed or printed, or "NA") N/A	Signature
Date	Email Address

GOVERNMENTAL UNIT – PREAUDIT CERTIFICATE

Required by G.S. 159-28(a1) or G.S. 115C-441(a1). Not applicable to hospital contracts.

This instrument has been preaudited in the manner required by The Local Government Budget and Fiscal Control Act or by The School Budget and Fiscal Control Act.

Sum Obligated by This Transaction:	$ 20,500
Primary Governmental Unit Finance Officer* (typed or printed) KIMBERLY SAGER	Signature* Kimberly Sager
Date of Preaudit Certificate* 8-4-26	Email Address* ksager@taylorsvillenc.com

SIGNATURE PAGE – DPCU
(complete only if applicable)

DISCRETELY PRESENTED COMPONENT UNIT

DPCU* N/A	
Date DPCU Governing Board Approved Audit Contract* **(Enter date in box to right)**	
DPCU Chairperson (typed or printed)*	Signature*
Date*	Email Address*

Chair of Audit Committee (typed or printed, or "NA")	Signature
Date	Email Address

DPCU – PREAUDIT CERTIFICATE

Required by G.S. 159-28(a1) or G.S. 115C-441(a1). Not applicable to hospital contracts.

This instrument has been preaudited in the manner required by The Local Government Budget and Fiscal Control Act or by The School Budget and Fiscal Control Act.

Sum Obligated by this Transaction:	$
DPCU Finance Officer (typed or printed)*	Signature*
Date of Preaudit Certificate*	Email Address*

Remember to print this form, and obtain all required signatures prior to submission.

PRINT

Strickland Hardee PLLC
Certified Public Accountants
INTEGRITY MEETS TRUST

July 23, 2026

To the Members of Management and Town Council Members
Town of Taylorsville
67 Main Avenue Drive
Taylorsville, NC 28681

We are pleased to confirm our understanding of the services we are to provide the Town of Taylorsville for the year ended June 30, 2026.

Audit Scope and Objectives

We will audit the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, including the disclosures, which collectively comprise the basic financial statements, of the Town of Taylorsville as of and for the year ended June 30, 2026. Accounting standards generally accepted in the United States of America (GAAP) provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the Town of Taylorsville's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the Town of Taylorsville's RSI in accordance with auditing standards generally accepted in the United States of America (GAAS). These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient appropriate evidence to express an opinion or provide any assurance. The following RSI is required by GAAP and will be subjected to certain limited procedures, but will not be audited:

1. Management's Discussion and Analysis.
2. LGERS Schedule of the Town's Proportionate Share of the Net Pension Liability (Asset)
3. LGERS - Schedule of the Town's Contributions
4. LEO Special Separation Allowance – Schedule of Changes in Total Pension Liability
5. LEO Special Separation Allowance Schedule of Total Pension Liability as a Percentage of Covered Payroll
6. Retiree Insurance Allowance Plan – Schedule of Changes in Total Pension Liability
7. Retiree Insurance Allowance Plan Schedule of Total Pension Liability as a Percentage of Covered Payroll
8. Budgetary comparison schedules for the general fund and other major special revenue funds with a legally adopted annual budget

We have also been engaged to report on supplementary information other than RSI that accompanies the Town of Taylorsville's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS, and we will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditor's report on the financial statements:

1. Schedule of Expenditures of Federal and State Awards.

2. Budgetary comparison schedules that are not considered RSI
3. Schedule of Ad Valorem Taxes Receivable Town-Wide Levy
4. Analysis of Current Tax Levy - Town-Wide

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinions about whether your financial statements are fairly presented, in all material respects, in conformity with GAAP, and report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the financial statements. The objectives also include reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996 and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Auditor's Responsibilities for the Audit of the Financial Statements and Single Audit

We will conduct our audit in accordance with GAAS; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single Audit Act Amendments of 1996; and the provisions of the Uniform Guidance, and will include tests of accounting records, a determination of major program(s) in accordance with Uniform Guidance, and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with GAAS and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the government or to acts by management or employees acting on behalf of the government. Because the determination of waste and abuse is subjective, *Government Auditing Standards* do not expect auditors to perform specific procedures to detect waste or abuse in financial audits nor do they expect auditors to provide reasonable assurance of detecting waste or abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or on major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention.

We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the government's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from your attorneys as part of the engagement.

We have identified the following significant risk(s) of material misstatement as part of our audit planning:

1) Management override of controls.
2) Improper revenue recognition due to fraud.

We may, from time to time and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider. Furthermore, we will remain responsible for the work provided by any such third-party service providers.

Our audit of financial statements does not relieve you of your responsibilities.

Audit Procedures—Internal Control

We will obtain an understanding of the government and its environment, including the system of internal control, sufficient to identify and assess the risks of material misstatement of the financial statements, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

As required by the Uniform Guidance, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal award program. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and the Uniform Guidance.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the Town of Taylorsville's compliance with provisions of applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance, and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards.*

The Uniform Guidance requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with federal statutes, regulations, and the terms and conditions of federal awards applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the *OMB Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of the Town of Taylorsville's major programs. For federal programs that are included in the Compliance Supplement, our compliance and internal control procedures will relate to the compliance requirements that the Compliance Supplement identifies as being subject to audit. The purpose of these procedures will be to express an opinion on the Town of Taylorsville's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance.

Responsibilities of Management for the Financial Statements and Single Audit

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for (1) designing, implementing, establishing, and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements, schedule of expenditures of federal awards, and all accompanying information in conformity with accounting principles generally accepted in the United States of America; and for compliance with applicable laws and regulations (including federal statutes), rules, and the provisions of contracts and grant agreements (including award agreements). Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

You are also responsible for making drafts of financial statements, schedule of expenditures of federal awards, all financial records, and related information available to us; for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers); and for the evaluation of whether there are any conditions or events, considered in the aggregate, that raise substantial doubt about the government's ability to continue as a going concern for the 12 months after the financial statement date or shortly thereafter (for example, within an additional three months if currently known). You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under the Uniform Guidance; (3) additional information that we may request for the purpose of the audit; and (4) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the financial statements; schedule of expenditures of federal awards; federal award programs; compliance with laws, regulations, contracts, and grant agreements; and related matters.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements of each opinion unit taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws, regulations, contracts, agreements, and grants. You are also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we report. Additionally, as required by the Uniform Guidance, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan.

You are responsible for identifying all federal awards received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of federal awards (including notes and noncash assistance received, and COVID-19-related concepts, such as lost revenues, if applicable) in conformity with the Uniform Guidance. You agree to include our report on the schedule of expenditures of federal awards in any document that contains, and indicates that we have reported on, the schedule of expenditures of federal awards. You also agree to include the audited financial statements with any presentation of the schedule of expenditures of federal awards that includes our report thereon OR make the audited financial statements readily available to intended users of the schedule of expenditures of federal awards no later than the date the schedule of expenditures of federal awards is issued with our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; (2) you believe the schedule of expenditures of federal awards, including its form and content, is stated fairly in accordance with the Uniform Guidance; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

You are also responsible for the preparation of the other supplementary information, which we have been engaged to report on, in conformity with U.S. generally accepted accounting principles (GAAP). You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon OR make the audited financial statements readily available to users of the supplementary information no later than the date the supplementary information is issued with our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Scope and Objectives section of this letter.

This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all cash, accounts receivable, or other confirmations we request and will locate any documents selected by us for testing.

At the conclusion of the engagement, we will complete the appropriate sections of the Data Collection Form that summarizes our audit findings. It is management's responsibility to electronically submit the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditor's reports, and corrective action plan) along with the Data Collection Form to the Federal Audit Clearinghouse. We will coordinate with you the electronic submission and certification. The Data Collection Form and the reporting package must be submitted within the earlier of 30 calendar days after receipt of the auditor's reports or nine months after the end of the audit period.

We will provide copies of our reports to the Town of Taylorsville; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of Strickland Hardee PLLC and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to the Local Government Commission or its designee, a federal agency providing direct or indirect funding, or the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Strickland Hardee PLLC personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of five years after the report release date or for any additional period requested by the Local Government Commission. If we are aware that a federal awarding agency, pass-through entity, or auditee is contesting an audit finding, we will contact the party(ies) contesting the audit finding for guidance prior to destroying the audit documentation.

Travis Hardee is the engagement partner and is responsible for supervising the engagement and signing the reports or authorizing another individual to sign them. We expect to begin our audit on approximately September 1, 2026.

Our fee for these services will be at our standard hourly rates plus out-of-pocket costs (such as report reproduction, word processing, postage, travel, copies, telephone, confirmation service provider fees, etc.) except that we agree that our gross fee, including expenses, will not exceed $20,500. Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 30 days or more overdue and may not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report(s). You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted accordingly.

Reporting

We will issue written reports upon completion of our Single Audit. Our reports will be addressed to the Honorable Mayor and Member of the Town Council of the Town of Taylorsville. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or issue reports, or we may withdraw from this engagement.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will state that (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. The Uniform Guidance report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Both reports will state that the report is not suitable for any other purpose.

We appreciate the opportunity to be of service to the Town of Taylorsville and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the attached copy and return it to us.

Very truly yours,

Strickland Hardee PLLC

RESPONSE:

This letter correctly sets forth the understanding of Town of Taylorsville.

Management signature: C. Nathan Hecht

Title: Town Manager

Date: 8-4-26

Governance signature: George Hollemon

Title: Mayor

Date: 8-4-26

Order Form

Customer	Ship To	Bill To
Account Number: 1006115020	Ship to Account Number: 1006115020	Bill to Account Number: 1006115020
Name: Taylorsville Police Department	Ship to Name: Taylorsville Police DEPT	Bill to Name: Taylorsville Police DEPT
Address: 67 Main AVE Dr, Taylorsville, NC, 28681-2382, US	Address: 67 Main AVE Dr, Taylorsville, NC, 28681-2382, US	Address: 67 Main AVE Dr, Taylorsville, NC, 28681-2382, US

Order Confirmation Contact:	Chasity Hamby
Email:	chamby@taylorsvillenc.com
E-billing contact:	Chasity Hamby
E-billing contact email:	chamby@taylorsvillenc.com
Tel:	+1828-493-0862
VAT No:	

Parties	This Order Form is a legal document between Taylorsville Police Department and West Publishing Corporation, with offices at 2900 Ames Crossing Road, Eagan, Minnesota, United States, 55121. West Publishing Corporation may be referred to as "Thomson Reuters", "we", "our", or "us". Customer will be referred to as "you", "your", "Client", or "Subscriber".

Account Manager:	Thomas Lewis	**PO (if applicable):**	
Account Manager email:	tom.lewis@thomsonreuters.com	**Reference Number:**	ICMOrderForm_131
Quote ID:	Q-11703972	**Payment Method (if applicable):**	Bill to Account

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1. Order Details

i. Subscription Summary

Bridge Subscriptions

Material Number	Service	Unit	Quantity	Bridge Term (in Months)
41308780	CLEAR Proflex	Each	1	1

Subscriptions

Material Number	Service	Unit	Quantity	Term (in Months)	Renewal Type
41308780	CLEAR Proflex	Each	1	36	Auto Renew

ii. Subscription Billing

Bridge Subscriptions

Service	Billing Frequency	Bridge Charges
CLEAR Proflex	Monthly	$0.00

Subscriptions

Service	Billing Frequency	Year 1	Year 2	Year 3	Year 4	Year 5
CLEAR Proflex	Monthly	$411.00	$431.55	$453.13		

2. Service Terms

i. **Subscriptions with Bridge Term.** Customer's subscription to each Service begins upon the date we process this Order Form, and the Bridge Term begins on the first day of the month following such processing. The Term will begin on the first full calendar month following the Bridge Term. Charges will be billed in accordance with the Subscription Billing grid above, and charges will be prorated for any partial month between the date of Order Form processing and the beginning of the Bridge Term. The terms of the Agreement shall apply to any access to the Services before or during the Bridge Term. Additional order details are set forth in the attachment to this Order Form.

ii. **Autorenewal.** Your subscription will automatically renew at the end of the Term for successive 12-month renewal terms (each, an "Automatic Renewal Term"), unless either party provides written notice at least 30 days prior to the beginning of an Automatic Renewal Term. We will notify you of any change in the charges at least 60 days before each Automatic Renewal Term begins.

iii. **Payment Terms**: You agree to pay all charges in full within 30 days of the date of invoice. You are responsible for any applicable sales, use, value added tax (VAT), etc. unless you are tax exempt.

iv. **e-billing contact**: All invoices for this account will be emailed to your e-Billing Contact unless you have notified us that you would like to be exempt from e-Billing.

v. **Governing Law.** If you are a state or local governmental entity, your state's law will apply, and any claim may be brought in the state or federal courts located in your state. If you are a United States Federal Government subscriber, United States federal law will apply, and any claim may be brought in any federal court.

vi. **Out-of-Plan Access and Transactional Usage.** You are responsible for any charges for accessing information or services not in your subscription plan ("Out-of-Plan Access"). For your reference, the current rates for Out-of-Plan Access are located in the link below as Schedule A. The Schedule A rates for Out-of-Plan Access may change after 30 days written or online notice. Charges for Out-of-Plan Access will be invoiced and due with your next payment. We may, at our option, make certain products and services subject to Out-of-Plan Access charges if (i) we are contractually bound or otherwise required to do so by a third-party provider, (ii) if products or services are enhanced, or (iii) if new products or services are released after the effective date of this Order Form. Modification to the scope of products or services subject to Out-of-Plan Access or the Schedule A rates is not a basis for termination under the Agreement. Transactional usage will be billed at the then-current Schedule A rates. Schedule A rates are available here: http://legalsolutions.com/schedule-a-library-corporate.

vii. **Diligence Process.** Due to the regulated or private nature of the data available through the Services, you may be required to satisfy diligence requirements before you are permitted to access or use the Services. The diligence process may be carried out through electronic means and/or an onsite inspection and includes, but is not limited to, verification of your business legitimacy and use case permissibility in accordance with applicable laws, rules and regulations, and Thomson Reuters policies ("Diligence Process"). Your satisfaction of the Diligence Process is in our sole discretion, and access to the Services may be

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subject to additional diligence reviews during the term of the Agreement. You represent and warrant that all information you provide to us for diligence purposes is accurate, and you agree to promptly notify us of any changes to that information during the term of the Agreement. If you do not satisfy the Diligence Process or any subsequent diligence review, we may immediately suspend or limit your access to the Services, and we reserve the right to terminate the Agreement following any such suspension or limitation by providing written notice to you.

Permissible Use of Regulated Data. Thomson Reuters is not a consumer reporting agency. You represent and warrant (i) you will only use the Services for the permitted internal business use approved by us during the Diligence Process (the "Permitted Use"); (ii) you are the only end user of the Services and the information you access through the Services; and (iii) you will strictly limit the access, use and distribution of the Services and the information you access through the Services to individuals permitted under applicable laws, rules and regulations, and the Third-Party Provider Terms. You will keep the information you access or obtain through the Services confidential. You shall not permit any third party, including affiliated entities and subcontractors, to access the Services without our express prior written authorization. Engaging in the resale, sub-licensing, or other onward transfer of the information you access or obtain through the Services is strictly prohibited. The Services and the information you access through the Services do not constitute a "consumer report" as such term is defined in the Fair Credit Reporting Act (15 U.S.C. Sec. 1681 et seq.) ("FCRA"). You may not use the Services or the information you access through the Services as a factor in consumer debt collection decisioning, establishing a customer's eligibility for credit, insurance, employment, government benefits, housing, or for any other purpose authorized under the FCRA or as a factor for taking an adverse action relating to a consumer application. If the Financial Industry Regulatory Authority (FINRA) regulations apply to you, you may use the Services to verify the accuracy and completeness of information submitted to you by each applicant for registration on Form U4 or Form U5 in compliance with the requirements of FINRA Rule 3110. You may use the Services in this manner only in furtherance of written policies and procedures that are designed to achieve your compliance with FINRA Rule 3110. You will immediately report any misuse, abuse, or compromise of the data and agree to cooperate with any resulting inquiry or investigation. If we believe, in our sole discretion, that the data has been or may be misused, abused or compromised, we may immediately suspend or limit your access to the Services and we reserve the right to terminate the Agreement following any such suspension or limitation by providing written notice to you. You will be responsible for any misuse, abuse, or compromise of the information in the Services by you or any person or entity accessing the information from or through you.

viii. **End User Restriction.** You certify that the number of users accessing CLEAR data is not greater than the number of users stated herein. If you exceed the number of users set forth herein, without limitation to any other rights or remedies set forth in the Agreement, we reserve the right to adjust your subscription and the corresponding charges to reflect the appropriate tier for the current annual period and any remaining annual period(s) of the term of the Services. Additional charges for such adjustment will be reflected in subsequent invoices.

ix. **CLEAR Certifications.** You hereby acknowledge and agree that:
(a) functionality of CLEAR cannot and does not limit access to non-Thomson Reuters Internet sites, and it is your responsibility to control access to the Internet;
(b) you will provide your own firewall, proxy servers or other security technologies, as well as desktop security to limit access to the CLEAR URL and Thomson Reuters Services, and you will design, configure, and implement your own security configuration;
(c) you will not use any data or distribute any data to a third party for use in a manner contrary to or in violation of any applicable federal, state or local law, rule or regulation or in any manner inconsistent with the Agreement;
(d) you will only access CLEAR for administrative or internal business purposes and that all use will fully comply with the following restrictions:
(i) no one other than your approved employees will be provided access to or control of any terminal with access to CLEAR or CLEAR data;
(ii) terminals with CLEAR access, access credentials, and CLEAR data will be in secured locations that do not provide inmate/detainee access, and only non-inmates/administrative staff will access CLEAR (including work product created as part of inmates' legal representation);
(iii) no access will be outsourced or otherwise provided to third parties; and
(iv) you are solely responsible for ensuring that sensitive information is not made available beyond its stated permissible use.

x. **CLEAR Fixed Rate Usage:** If the transactional value of your CLEAR fixed rate usage exceeds your then-current monthly charges by more than ten (10) times in any month (or by twenty (20) times in any month for Enterprise Law Enforcement subscribers), we may limit access to live gateways and or terminate your subscription upon ten (10) days written notice. Transactional value of your CLEAR usage is calculated based upon our then-current Schedule A rates found here: http://legalsolutions.com/schedule-a-clear.

xi. **CLEAR Subscribers via an Thomson Reuters Partner**. In limited circumstances we may allow you to access CLEAR through a third party's ("Service Provider") software or service (together with CLEAR, the "Integrated System"). In the event that you enter into a license agreement to access an Integrated System, you agree as follows:
We have no obligation to Service Provider with regard to the functionality or non-functionality of CLEAR during or after the integration. Service Provider will have access to CLEAR on your behalf and you will ensure Service Provider's compliance with the Thomson Reuters General Terms and Conditions. Except as otherwise provided in your agreement with us, CLEAR data may not (i) be distributed or transferred in whole or in part via the Integrated System or otherwise to any third party, (ii) be stored

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in bulk or in a searchable database, and (iii) not be used in any way to replace or to substitute for CLEAR or as a component of any material offered for sale, license or distribution to third parties. No party will use any means to discern the source code of our products and product data. You are responsible for Service Provider's access to CLEAR on your behalf. You are responsible for all damages caused by misuse, abuse or compromise of the data by Service Provider, you, your employees and any person or entity with which you shared the data. We will be responsible for damages caused by us.

3. Modifications

i. **Government Non-Availability of Funds.** After the first annual period of the Term, you may cancel a product or service with at least thirty (30) days written notice if you do not receive sufficient appropriation of funds. Your notice must include an official document, (e.g., executive order, an officially printed budget or other official government communication) certifying the non-availability of funds. You will be invoiced for all charges incurred up to the effective date of the cancellation.

4. Confirmation and Terms & Conditions

The subscription to and use of the Services and any Professional Services set out in this Order Form are governed by the terms and conditions listed below. Such terms are incorporated into this Order Form by reference. These terms apply to this Order Form notwithstanding any conflicting terms contained in or incorporated by reference into any document from,or oral statement made by, Customer.

Terms and Conditions	Service
General Terms and Conditions (tr.com/us-general-terms-and-conditions)	All Services (including professional services, if applicable)
Product Specific Terms for Legal Services with AI Functionality (https://www.tr.com/legal-services-ai-terms)	CLEAR Investigate

This offer will expire and will not be accepted after 2026-10-02 14:53:18

Customer's authorized representative agrees to the terms and conditions set forth in this Order Form to be effective as of the date executed below.	
Customer:	Taylorsville Police Department
Signature:	C. Nathan Hester
Name:	Nathan Hester
Title:	Town Manager
Date:	June 25, 2026

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Attachment

Quote ID: Q-11703972

Contact your representative tom.lewis@thomsonreuters.com with any questions.
Thank you.

ProFlex Location Details

Account Number	Account Name	Account Address
1006115020	Taylorsville Police DEPT	67 Main AVE Dr,Taylorsville NC, 28681-2382, US

ProFlex / Product Details

Quantity	Unit	Service Material Number	Description
1	Each	41308780	CLEAR Proflex
16	Seats	43538732	CLEAR INVESTIGATE GOVERNMENT ENTERPRISE LAW ENFORCEMENT

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Ordinance #
01-01-08-26-04

Type: ORD
Recorded: 08/10/2026 at 02:40:04 PM
Fee Amt: $26.00 Page 1 of 8
Alexander County, NC
Scott H. Hines Register of Deeds
File#
BK 693 PG 368-375

Return to: Nathan Hester

AN ORDINANCE TO EXTEND THE CORPORATE LIMITS OF THE TOWN OF TAYLORSVILLE, NORTH CAROLINA

WHEREAS, the Town Council has been petitioned under G.S. 160A-58.1 to annex the area described below; and

WHEREAS, the Town Council has by resolution directed the Town Clerk to investigate the sufficiency of the petition; and

WHEREAS, the Town Clerk has certified the sufficiency of the petition and a public hearing on the question of this annexation was held at the Town Hall at 5:30 o'clock, p.m. on August 4, 2026, after due notice by publication on July 22, 2026 and

WHEREAS, the Town Council finds that the area described therein meets the standards of G.S. 160A-58.1(b);

NOW THEREFORE BE IT ORDAINED by the Town Board of the Town of Taylorsville, North Carolina:

Section 1. By virtue of the authority granted by G.S. 160A-58.2, the following described non-contiguous territory is hereby annexed and made part of the Town of Taylorsville as of August 4, 2026. The area proposed for annexation is described as follows:

Parcel ID # 0009871

Property address: 250 aka 256 Leroy Rd, Taylorsville, NC 28681

BEING Lot No. 7 in Block "C" in the Hammer Development. Map being recorded in the Alexander County Registry in Plat Book 2 on Page 117, and is referred to for a complete and accurate description of the property.

The above described property being the identical property conveyed to Alexander County Habitat for Humanity, Inc. by general warranty deed recorded in Deed Book 664, Page 50, Alexander County Registry.

Parcel ID # 0008932

EXHIBIT "A"

Property Description for 13.897 Ac. +/-, Paul Payne Store Road

Taylorsville, NC 28681

BEGINNING at an iron found in the centerline of Paul Payne Road at the northwestern corner of property owned by Steven R. Crone (Deed Book 505, Page 332), said iron also being located South 37 degrees 12' 39" West 23.59 feet from a concrete nail located in a wall over creek; thence from the POINT OF BEGINNING with the centerline of Paul Payne Road for six calls: (1) a chord bearing North 02 degrees 05' 07" West, with a radius of 368.11 feet, a delta of 29 degrees 08' 55", a tangent of 95.71 feet, an arc length of 187.27 feet, and a chord distance of 185.26 feet to an iron found; (2) North 11 degrees 35' 17" East 192.81 feet to an iron found; (3) chord bearing North 06 degrees 28' 29" East, with a radius of 871.21 feet, a delta of 12 degrees 42' 10", a tangent of96.97 feet, an arc length of 193.15 feet, and a chord distance of 192.76; (4) North 00 degrees 33' 00" West 212.25 feet to an iron found; (5) North 00 degrees 26' 03" West 204.55 feet to an iron found; (6) chord bearing North 02 degrees 25' 35" West, with a radius of 570.85 feet, a delta of 03 degrees 59' 03", a tangent of 19.85 feet, an arc length of 36.69 feet, and a chord distance of 36.69 feet to an iron found at the southwestern corner of property owned by Felipe Ziranda (Deed Book 498, Page 2301); thence with Ziranda's southern line for two calls: (1) South 86 degrees 48' 24" East 29.47 feet to a 1/2 inch rebar; (2) South 86 degrees 48' 24" East 180.88 feet to a 5/8 inch rebar located at the southwestern corner of property owned by Lester Bentley (Deed Book 352, Page 412); thence with Bentley's southern line South 86 degrees 31' 53" East 171.59 feet to a 1/2 inch iron pipe located at a point located in Leroy Road Extension (SR 1643) and at the southwestern corner of property owned by Edward C. Cooper (Deed Book 375, Page 1807); thence with Cooper's southern line South 86 degrees 59' 05" East 231.26 feet to an existing axle located at the southwestern corner of property owned by Roger D. Johnson (Deed Book 249, Page 665); thence with Johnson's southern line South 89 degrees 10' 38" East 72.54 feet to an iron

found at common corner of property owned by Roger D. Johnson (Deed Book 375, Page 1304 and Daniel R. Brown (Deed Book 390, Page 219); thence with Brown's western line South 22 degrees 59' 35" East 191.99 feet to a 3/8 inch rod located at the northwestern corner of property owned by Leslie R. Brown (Deed Book 389, Page 1359); thence with Leslie Brown's western line for two calls: (1) South 22 degrees 59' 35" East 414.59 feet to a 1/2 inch rebar; (2) South 22 degrees 59' 35" East 9.08 feet to iron found in the creek; thence with creek as it meanders for 44 calls: (1) North 81 degrees 58' 39" West 21.53 to an iron found; (2) North 72 degrees 27' 06" West 16.98 feet to an iron found; (3) North 68 degrees 09' 32" West 31.92 feet to an iron found; (4) South 70 degrees 46' 16" West 33.54 feet to an iron; (5) North SO degrees 21' 47" West 39.68 feet to an iron found; (6) South 84 degrees 08' 47" West 22.77 feet to an iron found; (7) South 40 degrees 07' 39" West 36.76 feet to an iron found; (8) South 68 degrees 42' 15" East 21.00 feet to an iron found; (9) South 44 degrees 20' 14" West 39.02 feet to an iron found; (10) South 73 degrees 49' 36" West 67.99 feet to an iron found; (11) South 66 degrees 06' 17" West 24.64 feet to an iron found; (12) South 26 degrees 35' 42" West 18.68 feet to an iron found (13) South 46 degrees 02' 20" West 15.83 feet to an iron found; (14) South 71 degrees 00' 33" West 26.54 feet to an iron found; (15) North 82 degrees 55' 58" West 23.26 feet to an iron found (16) South 60 degrees 02' 06" West 15.30 feet to an iron found; (17) South 57 degrees 33' 47" West 64.79 feet to an iron found; (18) South 88 degrees 45' 21" West 16.13 feet to an iron found; (19) North 29 degrees 45' 33" West 27.02 feet to an iron found; (20) South 78 degrees 26' 33" West 33.69 feet to an iron found; (21) South 73 degrees 26' 12" West 25.87 feet to an iron found; (22) North 43 degrees 15' 34" West 22.62 feet to an iron found; (23) South 36 degrees 51' 04" West 28.68 feet to an iron found; (24) South 18 degrees 33' 48" East 23.04 feet to an iron found; (2S) South 78 degrees 03' 37" East 46.63 feet to an iron found; (26) South 34 degrees 25' 06" East 14.87 feet to an iron found; (27) South 69 degrees 37' 04" West 14.42 feet to an iron found; (28) South 74 degrees 06' 52" West 37.87 feet to an iron found; (29) South 48 degrees 21' 49" West 49.08 feet to an iron; (30) South 84 degrees 59' 35" West 28.00 feet to an iron found; (31) North 63 degrees 59' 41" West 37.60 feet to an iron found; (32) South 88 degrees 17' 03" West 25.89 feet to an iron found; (33) North 38 degrees 37' 48" West 51.69 feet to an iron found; (34) North 11 degrees 03' 14" East 29.67 feet to an iron found; (35) South 76 degrees 55' 02" West 42.04 feet to an iron found; (36) South 87 degrees 09' 37" West 37.89 feet to an iron found; (37) South 43 degrees 15' 35" West 54.88 feet to an iron found; (38) South 02 degrees 38' 09" West 66.02 feet to an iron found; (39) South 55 degrees 52' 20" West 51.88 feet to an iron found; (40) South 70 degrees 22' 47" West 65.16 feet to an iron found; (41) South 38 degrees 06'14" West 44.35 feet to an iron found; (42) South 37 degrees 12' 39" West 69.04 feet to an iron found; (43) South 37 degrees 12' 39" West 23.59 feet to an iron found; (44) North 49 degrees 00' 46" East 37.51 feet, to the POINT AND PLACE OF BEGINNING, containing 13.897 acres, more or less, as surveyed by Miller Surveying, entitled "Survey for Nancy F. Matheson," the 151 day of July, 2010.

Deed Reference: Book 668, Page 472 of the Alexander County Registry.

For further Deed reference, see: Book 572, Page 1422; Book 553, Page 2409; Book 546, Page 822; and Book 542, Page 313, Alexander County Registry. Also sec Book 534, Page 1897, Alexander Co. Registry, and Estate of Carl L. Matheson in File No. 07-E-825 in the Office of the Catawba County Clerk of Court.

Parcel ID # 0007890

EXHIBIT "A"

BEGINNING on an iron pipe located on the Northern edge of the right-of-way of U.S. Hwy. 64; said beginning point being located North 26 degrees 01 minutes 30 seconds East 33.05 feet from a nail located in the center of State Road No. 1605 (Paul Payne Store Road); thence running with said road North 33 degrees 03 minutes 02 seconds West 180.12 feet to an iron set in the right-of-way of said road; thence running North 59 degrees 05 minutes 47 seconds East 133.95 feet to an iron; thence a curve to the right with a chord bearing of North 66 degrees 53 minutes 47 seconds East; having a chord distance of 61.07 feet and a tangent of 30.82 feet to an iron; thence North 74 degrees 41 minutes 47 seconds East 141.29 feet to an iron; thence South 68 degrees 17 minutes 34 seconds East 58.75 feet to an iron; thence South 23 degrees 16 minutes 13 seconds East 157.23 feet to an iron in the right-of-way of U.S. Highway No. 64; thence South 70 degrees 43 minutes 29 seconds West 345.72 feet to the point of BEGINNING and containing 1.61 acres, more or less, pursuant to survey by Fox Surveying Company, P.C. Wesley G. Fox, L-3874, dated July 23, 2002, as revised March 31, 2003, and entitled Boundary and Division Survey for "Foothills Properties, Inc. ".

FOR BACK TITLE see Deed to Paula Gentle York recorded in Book 452 at Page 62 of the Alexander County Registry, this being the same property therein conveyed.

FOR FURTHER TITLE REFERENCE see Deeds recorded in Book 645 at Page 586 and Book 645 at Page 589 of the Alexander County Registry and a Notice of Correction of these Deeds recorded in Book 672 Page 591 of the Alexander County Registry.

FOR FURTHER TITLE REFERENCE Paula Gentle York died intestate in Alexander County in 2022.

THE ABOVE-DESCRIBED PROPERTIES ARE SPECIFICALLY CONVEYED subject to a right-of-way easement for the properties conveyed to Foothill Properties, Inc., said right-of-way being more particularly described as follows:

BEGINNING on a pipe, the beginning comer of the above described properties and running thence North 33 degrees 03 minutes 02 seconds West 51.48 feet; thence North 70 degrees 43 minutes 29 seconds East 354.48 feet; thence South 23 degrees 16 minutes 13 seconds East 50.12 feet to an iron in the right-of-way of U.S. Highway No. 64; thence with said right-of-way South 70 degrees 43 minutes 29 seconds West 345.72 feet to the point of beginning.

FOR BACK TITLE as to the creation of this right-of-way easement see Deed recorded in Book 452 at Page 108 of the Alexander County Registry.

Parcel ID # 0066455

EXHIBIT "A"

BEGINNING at a point in the center of a branch located on the Eastern boundary of State Road No. 1605 (Paul Payne Store Road), a common comer with the properties of Carl Matheson, Jr., said beginning point being located North 62 degrees 05 minutes 56 seconds East 16.8 I feet from a spike located in the center of said road; thence with the centerline of said creek the following thirty-four (34) calls and distances: (1) North 37 degrees 16 minutes 42 seconds East 55.36 feet; (2) North 38 degrees 22 minutes 04 seconds East 55.25 feet; (3) North 67 degrees 28 minutes 37 seconds East 58.61 feet; (4) North 60 degrees 20 minutes 52 seconds East 59.80 feet; (5) North 14 degrees 12 minutes 22 seconds West 32.86 feel; (6) North 05 degrees 16 minutes 19 seconds East 25.90 feet; (7) North 28 degrees 02 minutes 12 seconds East 14.43 feet; (8) North 45 degrees 18 minutes 36 seconds East 59.42 feel; (9) North 87 degrees 48 minutes 21 seconds East 34.38 feet; (10) N01ih 76 degrees 22 minutes 24 seconds East 43.58 feet; (11) South 09 degrees 22 minutes 07 seconds West 30.91 feet; (12) South 38 de1,,TJ"ees 47 minutes 59 seconds East 53.92 feet; (13) South 79 degrees 07 minutes 05 seconds East 70.85 feet; (14) North 71 degrees 56 minutes 56 seconds East 29.77 feet; (15) North 41 degrees 20 minutes 08 seconds East 44.14 feet; (16) North 72 degrees 49 minutes 12 seconds East 44.42 feet; (17) North 63 degrees 01 minutes 59 seconds West 30.52 feet; (18) North 71 degrees IO minutes 25 seconds West 33.43 feet; (19) North I 5 degrees 20 minutes 03 seconds East 30.69 feet; (20) North 81 degrees 42 minutes 40 seconds East 16.73 feet; (21) South 64 degrees 59 minutes 23 seconds East 26.26 feet; (22) North 78 degrees 01 minutes 48 seconds East 45. I 6 feet; (23) South 53 degrees 56 minutes 47 seconds East 30.59 feet; (24) North 60 degrees 12 minutes 46 seconds East 78.10 feet; (25) North 76 degrees 05 minutes 08 seconds East 63.28 feet; (26) North 66 degrees 33 minutes 17 seconds East 27.22 feet; (27) North 59 degrees 22 minutes 42 seconds East 80.82 feet; (28) North 38 degrees 33 minutes 07 seconds East 39.74 feet; (29) North 29 degrees 46 minutes 20 seconds West 24.66 feet; (30) North 74 degrees 38 minutes 42 seconds East 59.64 feet; (31) South 31 degrees 25 minutes 00 seconds East 25.15 feet; (32) North 80 degrees 18 minutes 38 seconds East 36.66 feet; (33) South 66 degrees 51 minutes 22 seconds East 33.95 feet and (34) South 83 degrees 00 minutes 45 seconds East 34.87 feet to a point in the center of the creek in the line of Doris Mitchell; thence running South 23 degrees 32 minutes 41 seconds East 292.67 feet to a right-of-way disc, a controlled comer in the right-of-way of U.S. Highway No. 64; thence with said right-of-way, South 70 degrees 20 minutes 04 seconds West 427.25 feet to a pipe; thence South 70 degrees 43 minutes 29 seconds West 235.58 feet to an iron, the Southeast corner of the properties conveyed to Paula Gentle York; thence with the York lines, North 23 degrees 16 minutes 13 seconds West 157.23 feet to an iron; !hence North 68 degrees 17 minutes 34 seconds West 58.75 feet to

an iron; thence South 74 degrees 41 minutes 47 seconds West 141.29 feet; thence a curve to the left with a chord of South 66 degrees 53 minutes 47 seconds West having a chord distance of 61.07 feet and a tangent of 30.82 feet to an iron; thence South 59 degrees 05 minutes 47 seconds West I 33.95 feet to an iron located within the right-of-way of U.S. Highway No. 1605 (Paul Payne Store Road); thence North 33 degrees 03 minutes 02 seconds West 50.00 feet to the point of BEGINNING and containing 5.78 acres, more or less, pursuant to survey by Fox Surveying Company, P.C., Wesley G. Fox, L-3874, dated July 23, 2002 as revised March 31, 2003 and entitled Boundary and Division Survey for "Foothills Properties, Inc."

THERE IS CONVEYED HEREWITH the non-exclusive right and privilege to use a 50 foot right-of-way for the purposes of ingress, egress and regress to the above-described properties; said right-of-way being more particularly described as follows:

BEGINNING on a pipe, said pipe being the beginning comer of a 1.61 acre tract conveyed to Paula Gentle York by Deed recorded in Book 452 at Page 62 of the Alexander County Registry, and running thence North 33 degrees 03 minutes 20 seconds West 51.48 feet; thence North 70 degrees 43 minutes 29 seconds East 354.48 feet; thence South 23 degrees 16 minutes 13 seconds East 50.12 feet to an iron in the right-of-way of U.S. Highway No. 64; thence with said right-of-way, South 70 degrees 43 minutes 29 seconds West 345.72 feet to the point of beginning.

FOR BACK TITLE see deed recorded in Book 505 at Page 332 of the Alexander County Registry, this being the same property conveyed therein.

Parcel ID # 0007468

EXHIBIT "A"

TRACT I: BEGINNING on an iron stake in the North right-of-way line of U.S. Highway# 64, and being the Southeast corner of the 6.70 acre tract described in Book 467 on Page 1250, Alexander County Registry, and runs with the East line of said 6.70 acre tract North 30° 28' 56" West 478.62 feet to a calculated point in the center of the creek, said point being indicated by an iron stake on the North side of said creek 30 feet from its center; thence with the center of the creek, the following courses and distances: North 69° 50' 45" East 6.23 feet, North 64° 07' 05" East 123.26 feet, North 46° 01' 23" East 116.50 feet, North 76° 51' 05" East 103.98 feet, North 58° 40' 01" East 91.76 feet, North 21° 17' 57u East 34.24 feet, North 45° 51' 06" East 65.19 feet, North 56° 07' 57" East 49.71 feet, North 63° 21' 31" East 48.78 feet, North 32° 12' 02" East 38.38 feet, North 05° 18' 45" East 28.30 feet, North 68° 50' 01' East 43.83 feet, North 31° 50' 33" East 53.90 feet., North 29° 12' 21" East 29.93 feet, North 29°12' 21" East 36.75 feet, North 04° 51' 21" East 47.87 feet, and North 29° 56' 43" West 17.93 feet to a calculated point in the creek and in the line of Robert H. Elder (Deed Book 95 on Page 563); thence South 88° 04' 58" East 88.96 feet with the line of Robert H. Elder to an iron stake; thence North 70° 37' 20" East 196 feet with the Elder line to an old iron stake; thence

South 84° 22' 40" East 192 feet with the Elder line to an old iron stake, the common corner of Elder and Larry Davis, et. als. (Book 305 on Page 171); thence South 81° 17' 40" East 983.91 feet with the line of Larry Davis, et. als. and Ridgeview Park Subdivision (Plat Book 2 on Page 56), to an old iron stake; thence South 5° 2' 35" West 267.17 feet to an old iron stake in the North right-of-way line of US Highway #64; thence with said right of way line, the following courses and distances: South 71° 33' 38" West 175.92 feet to a NC DOT R/W disc; South 57° 38' 31" West 206.12 feet to a NC DOT R/W disc; thence South 70° 32' 13" West, crossing a 68-foot transmission line right of way, 500.15 feet to a NC DOT R/W disc; thence South 68° 47" 49" West 200.16 feet to a NC DOT R/W disc; thence South 78° 39' 44" West. 287.19 feet to a NC DOT R/W disc; thence South 73° 55' 34" West 515.52 feet to a NC DOT R/W disc; thence South 68° 49' 10" West 42.24 feet to the BEGINNING, containing 28.38 acres, more or less, and being described in accordance with survey of Wesley G. Fox, P.L.S., dated March 15,2005 and last revised March 23,2009, and being designated as Tract A on said survey.

Tract I described above is a portion of that property designated as Tract I (50.204 acres) in that certain deed from Speedy Car Wash, Inc. to Foothill Properties, Inc. dated March 19, 2003 and recorded in Book
448 on Page 694 in the Alexander County Registry.

Parcel ID # 0066848

TRACT II: BEGINNING on the NC DOT R/W disc located on the North edge of the right of way of U.S. Highway #64; thence running North 27° 46' 28" West 55.82 feet to a NC DOT R/W disc, said right of way disc, being the Southeast corner of Steven Reid Cone (Book 505 on Page 332); thence North 23° 35' 48" West passing through an iron at 267.34 feet, a total distance of 292.34 feet to a point in the center of a creek; thence with the centerline of the creek a Northeasterly course as follows: North 65° 36' 52" East 27.19 feet; North 47° 01' 19" East 184.89 feet; North 12° 42' 36" East 62.76 feet; North 50° 04' 59" East 28.25 feet; North 78° 36' 01'' East 68.13 feet; North 86° 35' 43" East 93.69 feet; North 53° 01' 42"
East 107.96 feet, and North 69° 50' 45" East 108.01 feet; thence leaving said creek and running with the line of Foothill Properties, Inc. (Book 448, Page 694), South 30° 28' 56" East 478.62 feet to an iron in the Northern right-of-way line of U.S. Highway j64; thence with the right of way of said road, South 68° 49' 10" West 458.34 feet to a NC DOT R/W disc; thence South 70° 21' 52" West 229.19 feet to the point of BEGINNING, containing 6.70 acres, more or less, and being described in accordance with survey of Wesley G. Fox, P.L.S., dated March 15, 2005 and last revised March 23, 2009, and being designated as Tract Don said survey.

The land above described as Tract II, is all of and is the identical property conveyed in deed from Leslie Ray Brown and wife, Peggy Ann Brown, to Foothill Properties, Inc. dated April 2, 2004 and recorded in Book 467 on Page 1250 in said Registry.

Section 2. Upon and after August 4, 2026, the above-described territory and its citizens and property shall be subject to all debts, laws, ordinances and regulations in force in the Town of Taylorsville and shall be entitled to the same privileges and benefits as other parts of the Town of Taylorsville. Said territory shall be subject to municipal taxes according to G.S. 160A-58.10.

Section 3. The Mayor of the Town of Taylorsville shall cause to be recorded in the office of the Register of Deeds of Alexander County, and in the office of the Secretary of State at Raleigh, North Carolina, an accurate map of the annexed territory, described in Section 1 above, together with a duly certified copy of this ordinance. Such a map shall also be delivered to the County Board of Elections, as required by G.S. 163-288.1.

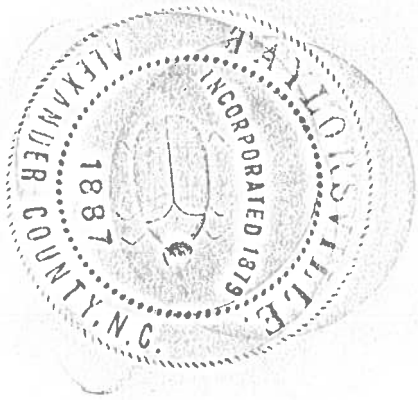
Section 4. Notice of adoption of this ordinance shall be published once, following the effective date of annexation, in a newspaper having general circulation in the Town of Taylorsville.

Adopted this 4th, day of AUGUST 2026.

George Holleman, Mayor

ATTEST:

Christina Childers, Town Clerk



Ordinance
01-02-08-2604

AN ORDINANCE TO EXTEND THE CORPORATE LIMITS OF THE
TOWN OF TAYLORSVILLE, NORTH CAROLINA

WHEREAS, the Town Council has been petitioned under G.S. 160A-31 to annex the area described below; and

WHEREAS, the Town Council has by resolution directed the Town Clerk to investigate the sufficiency of the petition; and

WHEREAS, the Town Clerk has certified the sufficiency of the petition and a public hearing on the question of this annexation was held at the Town Hall at 5:30 o'clock, p.m. on August 4, 2026, after due notice by publication on July 22, 2026 and

WHEREAS, the Town Council finds that the area described therein meets the standards of G.S. 160A-31;

NOW THEREFORE BE IT ORDAINED by the Town Board of the Town of Taylorsville, North Carolina:

Section 1. By virtue of the authority granted by G.S. 160A-31, the following described territory is hereby annexed and made part of the Town of Taylorsville as of August 4, 2026. The area proposed for annexation is described as follows:

Vacant property located on Hammer Rd in Taylorsville with parcel number 0062956 owned by Keever's Carpentry.

BEGINNING at a point located in the center of Hammer Rd, a common corner with George M. Kerley, said point being the Northwest corner of the properties described in Deed record in Deed Book 372, page 1157; thence with the Kerley line North 87 degrees 0' 0" East 175.19 feet to an axle; thence South 11 degree 6" 11", East 80 feet thence a new line South 87 degrees 4" 16" West 199.36 feet to a point in the center of Hammer Rd; thence with the center line of Hammer Road North 6 degrees 16" 39" East 80 feet to the point of BEGINNING, containing 0.340 of an acre, more or less.

DEED REFERENCE is made to Deed Record in Deed Book 372, page 1157, Alexander County Registry.

Property located at 175 Hammer Road Taylorsville, NC 28681, with parcel number 0008525 owned by Keever's Carpentry.

BEGINNING at a point located in the center of Hammer Road, said point being located North 6 degrees 16' 39" East 100 feet from the point in the center of Hammer Road, the Southwest corner of the properties described in the Deed recorded in Deed Book 372, page 1157; thence with the center of Hammer Road North 6 degrees 16' 39" East 119.95 feet; thence a new line North 87 degrees 4' 16'' East 199.36 feet to a point in the Brookshire line; thence South 11 degrees 6' 11" East 92.31 feet to a stake; thence South 80 degrees 24' 57" West 233.25 feet to the point of BEGINNING, containing 0.518 of an acre, more or less.

DEED REFERENCE is made to the Deed recorded in Deeb Book 372, page 1157 of the Alexander County Registry.

Property located at 177 Hammer Rad Taylorsville, NC 28681, with parcel number 0062955 owned by Keever's Carpentry

BEGINNIGN at a point located in the center of Hammer Road at its intersection with Brown Lane being the Southwest corner of that 1.32 acre tract described in Deed Book 372, page 1157; thence with the center line of Hammer Road North 6 degrees 16' 39" East 100 feet; thence a new line North 80degree 24' 57"East 233.25 feet to an iron stake; thence South 74 degrees 0' 44" West 264 feet to the point of BEGINNING, containing 0.46 of an acre, more or less.

DEED REFERENCE is made to Deed Record in Deed Book 372, page 1157 of the Alexander County Registry.

Section 2. Upon and after August 4, 2026, the above-described territory and its citizens and property shall be subject to all debts, laws, ordinances and regulations in force in the Town of Taylorsville and shall be entitled to the same privileges and benefits as other parts of the Town of Taylorsville. Said territory shall be subject to municipal taxes according to G.S. 160A-58.10.

Section 3. The Mayor of the Town of Taylorsville shall cause to be recorded in the office of the Register of Deeds of Alexander County, and in the office of the Secretary of State at Raleigh, North Carolina, an accurate map of the annexed territory, described in Section 1 above, together with a duly certified copy of this ordinance. Such a map shall also be delivered to the County Board of Elections, as required by G.S. 163-288.1.

Section 4. Notice of adoption of this ordinance shall be published once, following the effective date of annexation, in a newspaper having general circulation in the Town of Taylorsville.

Adopted this 4th day of August 2026.

George Holleman

George Holleman, Mayor

ATTEST:

Christina Childers

Christina Childers, Town Clerk

Date Approved: 8-4-26

Town of Taylorsville
BUDGET AMENDMENT

Distribution:
Original - Town Clerk
Copy - Town Manager/Board of Commissioners

FUND	General Fund	**FUNCTION**	**PROGRAM AREA**	**ACTIVITY**
		Amendment		

The following amendment(s) is required:

Revenue Increase from Hometown Hero Banner Sales

Account # and Title	**Amount**	**Account # and Title**	**Amount**
10.4790.000 Miscellaneous	$650.00	10.5740.551 Supplies	$650.00
Total	$650.00	**Total**	$650.00

Reason and justification for Amendment:

This amendment increases the revenue budget to recognize additional Hometown Hero Banner sales and increases the expenditure budget by the same amount to fund the purchase, and installation of additional banners. The amendment is fully funded by program revenues and has no impact on the General Fund balance.

Town Manager	Date	Finance Director Review	Date
C. Walton Hoch			
Date Approved by Council: 8-4-26			8-5-26

TOWN OF TAYLORSVILLE
Budget Transfer Document

Document #	Line #	Fund	Org	Account	Object	Description / Fund Account	Decrease Amount	Increase Amount
BT	21							
Revenue Increase from Hometown Hero Banner Sales								
	1	10		4790		Miscellaneous Revenue		650.00
	2	10		5740	551	Supplies		650.00
						Grand Total		1,300.00

Date Approved: 8-4-26

Town of Taylorsville
BUDGET AMENDMENT

Distribution:
Original - Town Clerk
Copy - Town Manager/Board of Commissioners

FUND	General Fund	**FUNCTION**	**PROGRAM AREA**	**ACTIVITY**
		Amendment		

The following amendment(s) is required:

Purchase of New Brush Truck

Account # and Title	**Amount**	**Account # and Title**	**Amount**
10.5720.561 Buildings & Grounds Capital Outlay	$20,000.00	10.5740.561 Streets Capital Outlay	$20,000.00
Total	$20,000.00	**Total**	$20,000.00

Reason and justification for Amendment:

This amendment transfers from the Buildings Capital Outlay budget to the Streets Capital Outlay budget to fund the purchase of a new brush truck. The transfer reallocates existing appropriations and does not require additional revenues or the appropriation of fund balance.

Town Manager	Date	Finance Director Review	Date
C. Walton Hoyle		Kimberly Seagle	8.5.26
Date Approved by Council: 8.4.26			

Document #	Line #	Fund	Org	Account	Object	Description / Fund Account		Decrease Amount	Increase Amount
BT	22								
Purchase of New Brush Truck- Funds Transfer from Buildings & Grounds Capital Outlay to Streets Capital Outlay.									
	1	10		5720	561	Buildings & Grounds Capital Ou		20,000.00	
	2	10		5740	561	Streets Capital Outlay			20,000.00
							Grand Total	20,000.00	20,000.00

Date Approved: 8-4-26

Town of Taylorsville
BUDGET AMENDMENT

Distribution:
Original - Town Clerk
Copy - Town Manager/Board of Commissioners

FUND	General Fund	**FUNCTION**	**PROGRAM AREA**	**ACTIVITY**
		Amendment		

The following amendment(s) is required:

Increase Expenditures for Leaf Truck Maintenance Repairs with Fund Balance

Account # and Title	**Amount**	**Account # and Title**	**Amount**
10.3500.000 Fund Balance	$46,118.20	10.5740.524 Maint & Rep- Vehicle	$46,118.20
Total	$46,118.20	**Total**	$46,118.20

Reason and justification for Amendment:

This amendment appropriates the available fund balance to provide budget authority for expenditures related to repairs of the leaf truck. The appropriation does not increase taxes or fees and is suppported by available fund balance

Town Manager	Date	Finance Director Review	Date
C. Walter Hecht			8/5/26

Date Approved by Council: 8-4-26

Document #	Line #	Fund	Org	Account	Object	Description / Fund Account		Decrease Amount	Increase Amount
BT 20									
Increase Expenditures for Leak Truck Maintenance Repairs and Fund Balance									
	1	10		3500		Fund Balance		46,118.20	
	2	10		5740	524	Maint & Rep- Vehicle			46,118.20
							Grand Total	46,118.20	46,118.20