

CITY OF THOMASVILLE

North Carolina



UTILITIES DEPARTMENT

Fiscal Research Division
N.C. General Assembly
Suite 619
Legislative Office Building
300 N. Salisbury Street
Raleigh, NC 27603-5925

RALEIGH, NC 27603-5925
LEGISLATIVE OFFICE BUILDING
N.C. GENERAL ASSEMBLY
FISCAL RESEARCH DIVISION
OCT 28 11/11

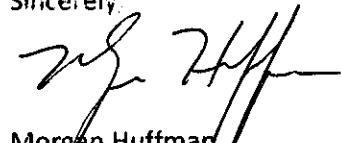
24 October 2011

Subject: Notification of Proposed Debt Issuance

To Whom it May Concern:

The City of Thomasville has applied for loans from the Drinking Water State Revolving Fund. The first application is for a loan in the amount of \$2,174,000 for the replacement of approximately 30,000 linear feet of old and undersized 2-inch diameter galvanized water distribution lines with new 6-inch diameter PVC water lines. The second loan application in the amount of \$1,096,375 is for the replacement of two old diesel driven pumps used in water production/distribution with new higher efficiency pumps driven by electric high efficiency Variable Frequency Drives. This letter serves as notification to the Joint Legislative Committee on Local Government as required by Session Law 2011-291 (House Bill 595).

Sincerely,


Morgan Huffman
Public Services Director

CC: Joint Legislative Committee on Local Government
Vance Holliman, Secretary – Local Government Commission
Doug Newhouse, NCDENR-DEH, FWSS, DWSRF
Tony Jarrett, Finance Director – City of Thomasville
Keith Garbrick, Senior Civil Engineer – Pease Engineering and Architecture, PC
File



FISCAL RESEARCH DIVISION
NC GENERAL ASSEMBLY BLDG
LEGISLATIVE OFFICE BLDG
RALEIGH, NC 27603-5925

TOWN OF DENTON

On 28 MJD

October 24, 2011

Joint Legislative Committee on Local Government AND
Committee Chair and Committee Assistant
NC General Assembly
16 W Jones Street

Raleigh, N.C. 27603

Fiscal Research Division
NC General Assembly
Legislative Office Bldg
Suite 619
300 N Salisbury Street
Raleigh, N.C. 27603-5925

RE: Town of Denton
Sewer Project
Intent to Obtain Loan Funding

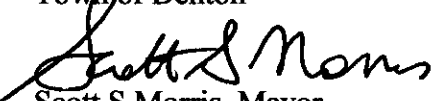
Dear Sir or Madam:

The Town of Denton has recently been notified by USDA-Rural Development that the Town was funded in the form of a Loan and a Grant for the Town's sewer system improvements. The project funding to be provided subject to all approvals will be approximately \$1.06 million in loan and \$546,000.00 in grant.

The Town intends to pursue this funding and to obtain the necessary approvals from the NC LGC for the issuance of debt on this project. This letter shall serve as notice to the Joint Legislative Committee on Local Government for this borrowing.

Should you have any questions please do not hesitate in contacting me at this office (336) 859-4231.

Sincerely,
Town of Denton


Scott S Morris, Mayor

CC: Vance Holloman, Secretary LGC
Allen Hart, USDA
Doug Newhouse, NCDENR

201 W. Salisbury Street
P.O. Box 306
Denton, NC 27239

Phone: (336) 859-4231
Fax: (336) 859-3381



United States Department of Agriculture
Rural Development
Asheboro Area Office

September 19, 2011

Mr. Scott Morris, Mayor
Town of Denton
PO Box 306
Denton, NC 27239

Dear Mr. Morris:

This letter establishes conditions which must be understood and agreed to by you before further consideration may be given to your application. This loan and grant will be administered on behalf of Rural Utilities Service (RUS) by the State and Area staff USDA Rural Development.

Any changes in project costs, sources of funds, scope of services, or any other significant changes in the project or applicant must be reported to and approved by USDA Rural Development by written amendment to this letter. Any changes not approved by Rural Development shall be cause for discontinuing processing of the application.

This letter is not to be considered as loan and grant approval or as a representation as to the availability of funds. The docket may be completed on the basis of the following:

\$1,106,000.00	RUS Direct Loan
546,000.00	RUS Direct Grant
50,844.00	Applicant Contribution

\$1,702,844.00 **Total Project Cost**

If Rural Utilities Service makes the loan, you may make a written request that the interest rate be the lower of the rate in effect at the time of loan approval or the time of loan closing. If you choose otherwise, your written request should be submitted to this office as soon as practical, but no later than sixty (60) calendar days prior to loan closing.

Any changes in project cost, sources of funds, scope of services or any other significant changes in the project or applicant must be reported to and approved by RD by written amendment to this letter. Any changes not approved by RD shall be cause for discontinuing processing of the application.

The loan and grant will be considered approved on the date a signed copy of Form 1940-1 "Request for obligation of funds," is mailed to you.

847 Curry Drive, Suite 104, Asheboro, North Carolina 27205
Phone: (336) 629-4449 Ext. 4 • Fax: (336) 629-1032 or (336) 629-2859
TDD: (919) 873-2003 • Web: <http://www.rurdev.usda.gov/nc>

Committed to the future of rural communities.

"USDA is an equal opportunity provider, employer and lender."

To file a complaint of discrimination write USDA, Director, Office of Civil Rights, 1400 Independence Ave., S.W.
Washington, DC 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD).



FISCAL RESEARCH DIVISION
NC GENERAL ASSEMBLY
LEGISLATIVE OFFICE BUILDING
RALEIGH, NC 27603-5925

TOWN OF DENTON

October 7, 2011

Oct. 20 Mfr

Joint Legislative Committee on Local Government AND Fiscal Research Division
Committee Chair and Committee Assistant NC General Assembly
NC General Assembly Suite 619
16 W Jones Street Legislative Office Bldg.
Raleigh, NC 27603 300 N Salisbury Street
Raleigh, N.C. 27603-5925

RE: Town of Denton
Water System Improvements DEH# 1643
Intent to Obtain Loan Funding

Dear Sir or Madam:

The Town of Denton has recently been notified by NCDENR-SRF that the Town was eligible and received funding priority SRF funds in the form of low interest loans and forgivable principal for the Town's water system improvements. The project funding to be provided subject to all approvals will be approximately \$1.5 million in low interest loan and \$1.5 million forgivable principal

The Town intends to pursue this funding and to obtain the necessary approvals from NC LGC for the issuance of debt on this project. This letter shall serve as notice to the Joint Legislative Committee on Local Government for this borrowing.

Should you have any questions please do not hesitate in contacting me at this office (336) 859-4231.

Sincerely,
Town of Denton


Scott S Morris, Mayor

CC: Vance Holloman, Secretary
Local Government Commission
N C Dept. of State Treasurer
325 N Salisbury Street
Raleigh, NC 27603

201 W. Salisbury Street
P.O. Box 306
Denton, NC 27239

Phone: (336) 859-4231
Fax: (336) 859-3381



FISCAL RESEARCH DIVISION
NC GENERAL ASSEMBLY
LEGISLATIVE OFFICE BUILDING
RALEIGH, NC 27603-5925

October 27, 2011

Nad M

Fiscal Research Division
NC General Assembly
Suite 619
Legislative Office Building
300 N. Salisbury Street
Raleigh, NC 27603-5925

Dear Committee Members:

On October 1, 2010, Cape Fear Public Utility Authority (Authority), was notified that the application for a Clean Water State Revolving Fund loan on the Burnt Mill Creek Sewer Rehabilitation project was determined to be eligible and the loan of \$3,025,992 is pending approval by the Local Government Commission.

To date, the following milestones have been met as required by the NC Department of Environment and Natural Resources:

- o March 15, 2011, the Engineering Report was approved.
- o August 3, 2011, plans and specifications were approved and Permit No. WQ0035398 was issued to the Authority.

We hereby are notifying this committee of the Authority's intent to proceed with the Burnt Mill Creek Rehabilitation project and subsequent loan approval by the Local Government Commission. The next phase of this NC Clean Water SRF Program is the Construction Contracting Phase.

Thank you and if should have any further questions, please contact Cheryl J. Spivey, CFO at 910-332-6668.

Sincerely,

Cheryl J. Spivey

Cheryl J. Spivey, CPA
CFO

Town of Taylorsville

"The Brushy Mountain Gateway"

67 Main Avenue Drive
Taylorsville, North Carolina 28681
828.632.2218 (Phone) • 828.632.7964 (Fax)
www.taylorsvillenc.com

October 28, 2011

RALEIGH, NC 27603-5925
LEGISLATIVE OFFICE BUILDING
NC GENERAL ASSEMBLY RM 619
FISCAL RESEARCH DIVISION

Joint Legislative Committee on Local Government
Committee Chair and Committee Assistant
NC General Assembly
16 W. Jones Street
Raleigh, NC 27601

Nov 2 MAB

RE: Town of Taylorsville
Proposed \$1,972,822 CWSRF Loan
Sanitary Sewer Collection System Extension to Serve Millersville Community
CS3707000-04

To Whom It May Concern:

The Town of Taylorsville has applied for financing for the referenced project. The purpose of the project is to provide sewer service to the Millersville community, which is currently relying on individual failing septic systems. This system will be connected to the Town of Taylorsville's existing wastewater system. We understand that the Joint Legislative Committee on Local Government needs to review this project. If any more specific information is needed, please do not hesitate to contact me at the address above or our consulting engineer, Todd Poteet of West Consultants, at:

West Consultants, PLLC
405 South Sterling Street
Morganton, NC 28655
Phone: (828) 433-5661
Fax: (828) 433-5662
Email: tpoteet@west-consultants.com

Sincerely,



David Odom, Town Manager

cc: Vance Holleman
Local Government Commission
NC Department of State Treasurer
325 N. Salisbury Street
Raleigh, NC 27603-1385

Mark Hubbard
Project Management Branch, CG and L
NCDENR – DWQ
1633 Mail Service Center
Raleigh, NC 27699-1633



P.O. Box 550 * Newton, NC 27658 * (828) 263-7400 ext. (268) 465-7419

RALEIGH, NC 27603-5925
LEGISLATIVE OFFICE BUILDING
NC GENERAL ASSEMBLY RM 619
FISCAL RESEARCH DIVISION

Nov 1, MAB

October 26, 2011

Joint Legislative Committee on Local Government
Committee Chair and Committee Assistant
NC General Assembly
16 W Jones Street
Raleigh, NC 27601

AND

Fiscal Research Division
NC General Assembly
Suite 619
Legislative Office Building
300 N Salisbury Street
Raleigh, NC 27603-5925

This letter is to notify you that the City of Newton intends to request approval of debt in an amount not to exceed \$6,067,400.

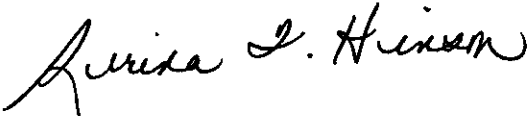
The purpose of the financing is 1) for the replacement of various equipment which has exceeded its life and/or has become costly to maintain for a total cost of \$1,287,000. This equipment serves our Streets and Drainage, Sanitation, Water/Wastewater Operations and Electric Departments; 2) for the purchase of a \$373,500 Records Management System, which includes software and hardware to store and maintain all records by the Police Department, including Computer Aided Dispatch (CAD) and Field Reporting System (FRS) which will replace an existing antiquated system that has been in place for twenty-one years; 3) for numerous water and sewer rehabilitation projects for a total of \$2,342,900 which will replace deteriorated sixty plus year old infrastructure in an effort to eliminate infiltration and inflow into the sewer system and to provide better water flows and water pressure to those areas; 4) for several projects within the Electric Department costing \$1,149,500 to replace forty plus year old infrastructure and to provide redundancy which will minimize electrical outages; 5) for \$79,500 in renovations to one of the City's fire stations due to the age of the building; 6) for the purchase of a new 8 MGD pump and a smaller pump at our Water Filtration Plant which will provide redundancy and ensure adequate water supply for a cost of \$675,000; 7) for the purchase of a \$60,000 storage building to store equipment to protect the City's equipment; and 8) for the \$100,000 refurbishment of the City's gravity thickeners which were purchased in 1979 which will aid in the disposal of sludge at our Wastewater Treatment Plant.

The City intends to obtain a lease purchase financing over a term of 7 years for the equipment and 15 years for Water, Wastewater and Electric infrastructure and the financing secured by each respective asset. The City's debt service over the next two years will reduce by \$125,670, \$1,134,018 and \$70,024 for the General Fund, Water/Wastewater Fund and

the Electric Fund, respectively. It is the intent of the City to utilize this reduction in debt service as the main source of repayment on the proposed debt.

It is our desire to seek approval from the Local Government Commission on the January 2012 (specific date not available yet) agenda with closing of the loan scheduled for January 2012 within two weeks of LGC approval.

If you need any additional information on this request, please let me know.

A handwritten signature in cursive script, reading "Serina T. Hinson".

Serina T. Hinson, CPA
Finance Director
(828) 695-4258
shinson@newtonnc.gov

CC: Vance Holloman

Member Governments

Holly Ridge
Jacksonville
North Topsail Beach
Onslow County
Richlands
Swansboro



Onslow Water & Sewer Authority

Administrative Division

Billy Joe Farmer
Executive Director
bfarmer@onwasa.com

910.937.7532 Tel
910.347.0793 Fax

RALEIGH, NC 27603-5925
LEGISLATIVE OFFICE BUILDING
NC GENERAL ASSEMBLY RM 619
FISCAL RESEARCH DIVISION

October 18, 2011

Joint Legislative Committee on Local Government
Committee Chair and Committee Assistant
N.C. General Assembly
16 W Jones Street
Raleigh, NC 27601

Oct. 25 MJD

Fiscal Research Division
N.C. General Assembly
Suite 619
Legislative Office Building
300 N Salisbury Street
Raleigh, NC 27603-5925

RE: Debt Issuance Reporting
FY 2010 DWSRF Loan Application
ONWASA Dixon Water Treatment Plant Reverse Osmosis Improvements

Dear Committee Chair, Committee Assistant, and Fiscal Research Division:

Pursuant to the recent enactment of Session Law 2011-291 (House Bill 595), this serves as notification that the Onslow Water and Sewer Authority (ONWASA) is seeking funding from the Drinking Water State Revolving Fund for the Dixon Water Treatment Plant Reverse Osmosis Improvements in excess of \$1,000,000.

Water produced at the Dixon WTP serves ONWASA's Dixon Region in southern Onslow County. The Dixon WTP will be subject to forthcoming disinfection byproduct (DBP) regulations requiring the reduction in Total Organic Carbon (TOC) to 2 mg/l. Current Dixon WTP TOC levels are 10 mg/l, and this reduction must take place in advance of the 2012 DBP regulations. The 6 groundwater wells that supply the plant also have high amounts of silica in the raw water, which is causing plating on porcelain and glassware and resulting in customer complaints. Some of the Dixon supply wells may be subject to saltwater intrusion, and chlorides are already present at higher levels in one well. To solve the TOC and chloride ion removal requirements and to decrease the amount of silica in the finished water, the addition of membrane treatment in the form of reverse osmosis was recommended for the Dixon WTP.

This proposed project includes the addition of three 1 mgd reverse osmosis treatment trains at the Dixon Plant inside the existing building footprint. Capacities also allow for up to a total of six 1-mgd treatment trains.

If additional information is needed, contact this office at 910-937-7532 or
bfarmer@onwasa.com.

Best regards,



Billy Joe Farmer
Executive Director
Onslow Water and Sewer Authority

cc: Vance Holloman, Secretary
Local Government Commission
N.C. Dept. of State Treasurer
325 N. Salisbury Street
Raleigh, NC 27603-1385

Mr. David Giachini
Loans and Grants Unit
Public Water Supply Section
NCDENR – Div. of Water Resources
(via Email or Fax)