



**NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT**

January 18, 2013

Joint Legislative Committee on Local Government  
16 West Jones Street  
Raleigh, North Carolina 27601  
Attention: Committee Chairs and Assistant

✓ Fiscal Research Division  
Legislative Office Building  
300 North Salisbury Street, Suite 619  
Raleigh, North Carolina 27603-5925  
Attention: Acting Director

North Carolina Local Government Commission  
325 North Salisbury Street  
Raleigh, North Carolina 27603-1388  
Attention: Secretary

***City of Charlotte, North Carolina***  
***Public Facilities and General Governmental Equipment Financing***

Pursuant to N.C. Gen. Stat. §160A-20, the City of Charlotte, North Carolina (the "City") previously entered into an Installment Financing Contract dated as of January 1, 2012 (the "2012 Contract") in order to (1) finance the purchase of certain personal property (the "Equipment") for use by various City departments for the City's general governmental purposes and (2) finance and refinance various projects, including the acquisition, construction, equipping and furnishing of various public safety and general governmental facilities, including the Providence Police Station, the Consolidated Fire Headquarters, the Eastway Police Station, the Steele Creek Police Station and the Sweden Road Equipment Maintenance Shop (collectively, the "2012 Facilities").

The City hereby notifies you of its intent to enter into an amendment to the 2012 Contract (the "Amendment," and together with the 2012 Contract, the "Contract") in order to (1) finance (a) the cost of acquiring additional Equipment, (b) the cost of additional improvements to the 2012 Facilities and (c) the cost of acquiring, constructing, renovating and equipping other public safety and general governmental facilities, including the City's 911 Communications Center and the Louise Avenue Equipment Maintenance Shop (collectively, together with the 2012 Facilities, the "Facilities"); (2) refinance certain existing installment payment obligations of the City; and (3) pay certain costs incurred in connection with the execution and delivery of the Amendment. The Equipment and Facilities to be financed with proceeds of the Amendment (collectively, the "2013 Projects") are described in more detail in Exhibit A to this letter.

The maximum amount that may be advanced to the City under the Amendment is \$52,000,000. The portion of the amount advanced under the Amendment to be used to finance the Equipment will amortize over a term of approximately 5 years. The portion of the amount advanced under the Amendment to be used to finance the Facilities will amortize over a term of approximately 20 years. The City may pay its obligations under the Contract from any source of funds available to it in each year and appropriated for such purpose. The City's obligation to make payments under the Contract is a limited

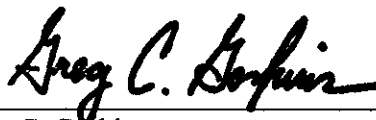
obligation of the City, subject to annual appropriation, and does not constitute a direct or indirect pledge of the faith and credit or the taxing power of the City.

To facilitate the financing of the 2013 Projects, the Corporation will execute and deliver an additional series of certificates of participation, evidencing proportionate undivided rights to receive certain revenues under the Contract, under an Indenture of Trust dated as of January 1, 2012 between the Corporation and U.S. Bank National Association, as trustee, as supplemented by a supplemental indenture to be delivered in connection with the Amendment.

To secure its obligations under the Contract, the City (1) has granted a security interest in the Equipment pursuant to the Contract and (2) has executed and delivered a Deed of Trust, Security Agreement and Fixture Filing dated as of January 1, 2012 (the "*Deed of Trust*"), granting a lien on the sites on which the Providence Police Station and the Consolidated Fire Headquarters are located and all improvements thereon. If necessary to finance the 2013 Projects, the City will modify the Deed of Trust in order to mortgage the site of one or more additional Facilities, together with the improvements thereon.

CITY OF CHARLOTTE, NORTH CAROLINA

By:



Greg C. Gaskins  
Chief Financial Officer

Exhibit A  
2013 Projects

### Refunding - 3 Year

<u>Description</u>	<u>Amount</u>
2001D COPS - Outstanding Par 2,345,000	2,345,000
<b>Total - Refunding</b>	<b>2,345,000</b>

**Equipment - 5 Year**

<u>Fund</u>	<u>Description</u>	<u>Source</u>	<u>Amount</u>
2211	General Equipment	CIP for 2012	12,429,821
	General Equipment (Half of 10,622,600 CIP for 2013)	CIP for 2013	5,311,300
2212	Water & Sewer Equipment	CIP for 2013	4,330,000
0120	Powell Bill Fund	CIP for 2012	676,000
	Powell Bill Fund	CIP for 2013	1,471,000
<b>General Equipment</b>			

### Facilities - 20 Year

<u>Expense Center</u>	<u>Facilities Description</u>	<u>Source</u>	<u>Amount</u>
Center# 47793 Bruce Miller, Eng	<b>911 Communications Center</b> 1315 N Graham St or 1419 N Graham St (2 parcels being combined, unsure of final address) Charlotte, NC *Phase Status: Completed Demo, Completed Programming Phase, Completed Land Purchase, Next Phase is Schematics Design then Design Development (awaiting council funding) *Construction Status: N/A - premature *Building Description: Brick, appx 73,400 sq ft, tract size: 4.79 acres (1315 N Graham) and 2.59 acres (1419 N Graham) *Environmental Studies Completed: 1315 N Graham St - Phase 1 (Nov 2010), Phase 2 (Mar 2011) 1419 N Graham St - Phase 1 (May 2011), Phase 2 (Jun 2011) *Total Projected Budget: 70M	CIP for 2012	6,000,000
Center# 47794 Bruce Miller, Eng	<b>Fire Investigations (Renovation)</b> 1222 Statesville Ave Charlotte, NC *Phase Status: Begun Design Development *Construction Status: Projected to start 1Q-2014 *Building Description: Brick, currently appx 10,575 sq feet (will be 9,400 sq feet after reno), tract is .59 acres *Environmental Studies Completed: Phase 1 (Aug 2009), Phase 2 (Sep 2009), Asbestos Survey (Oct 2009) *Total Projected Budget: 2.5M	CIP for 2012	1,900,000
Center# 47791 Michelle Haas, Eng	<b>Eastway Police Station</b> 3505 Central Ave Charlotte, NC 28205 *Phase Status: Design complete, Bid phase begins Feb 2013 *Construction Status: To begin May 2013, Projected completion June 2014 *Building Description: Brick Structure; 15,000 Sq Ft; Finished parcel Appx +/- 3.5 Acres Neighborhood & Development Code Enforcement Division to operate in appx 3,000 sq ft of building *Environmental Studies Completed: Phase 1 on all 6 parcels (Dec 2011); Phase 2 required on a single parcel (3501 Central Ave). Currently removing soil & installing wells. Phase 2 to be completed by April 2013. *Total Projected Budget: 8M (includes land, design and construction)	CIP for 2012	4,200,000
Center# 47792 Michelle Haas, Eng	<b>Steele Creek Police Station</b> 2227 Westinghouse Blvd Charlotte, NC 28273 *Phase Status: Completed, Certificate of Occupancy Issued August 2012 *Construction Status: Completed August 2012 *Building Description: Brick Structure; 12,484 Sq Ft; Parcel Appx +/- 3.0 Acres *Environmental Studies Completed: Phase 1, Phase 2 *Total Projected Budget: 7M (includes land, design and construction)	CIP for 2012	4,200,000
Center# 26444 David Smith, Eng	<b>Sweden Road Equipment Maintenance Shop (Renovation)</b> 4600 Sweden Rd Charlotte, NC 28273 *Phase Status: Design Phase, Bid Completed, Proj Awarded, Currently in Construction *Construction Status: Construction began Oct 2012, Projected completion of July 8, 2013 *Building Description: Lighting & Fire Suppression Upgrade to Existing Building (16,000 sq ft ), plus Addition of 2 Maintenance Bays, Parts Room, Break Room and Lube Room for new Sq Ft total of 21,000 *Environmental Studies Completed: None required *Total Projected Budget: 2.33M (includes design, construction and renovation)	CIP for 2012	1,920,000
Center# 26445 David Smith, Eng	<b>Louise Ave Equipment Maintenance Shop (Renovation)</b> 829 Louise Ave Charlotte, NC 28204 *Phase Status: Project Completed, in warranty phase until Apr 2013 *Construction Status: Substantial Completion Apr 2012, Cert of Occupancy received July 2012 *Building Description: Existing 21,115 masonry and metal building. Purpose of project was to construct additional 5,475 sq ft to include 2 maintenance bays with vehicle lift, covered lubricant room and a unisex restroom. *Environmental Studies Completed: 4 Waste Oil tanks were removed, Phase 2 completed Dec 2012 *Total Projected Budget: 1.71M	CIP for 2012	500,000

18.720.000
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## Plant & Facilities