

LEE COUNTY

NORTH CAROLINA

Committed Today for a Better Tomorrow

May 29, 2014

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

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

Re: Financing of Community College Improvements by the County of Lee, North Carolina

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the County of Lee, North Carolina (the "County") hereby notifies you of its intent to issue general obligation bonds pursuant to The Local Government Bond Act, Article 4 of Chapter 159 of the General Statute of North Carolina, as amended, (a) in an aggregate principal amount not to exceed of \$9,000,000 to finance the cost of acquiring, constructing and equipping a new health science building for Central Carolina Community College, (b) in an aggregate principal amount not to exceed of \$5,000,000 to finance the cost of expanding and renovating the veterinary medical technology facility for Central Carolina Community College, (c) in an aggregate principal amount not to exceed of \$4,000,000 to finance the cost of expanding and renovating the emergency services training center and various other main campus facilities for Central Carolina Community College and (d) in an aggregate principal amount not to exceed of \$5,000,000 to finance the cost of expanding and renovating the civic center and an existing building to be used as a business incubator for Central Carolina Community College. The issuance of bonds would be subject to voter approval at a bond referendum anticipated to be held on November 4, 2014. Subject to voter approval, the bonds would be secured by the full faith and credit and taxing power of the County, without limitation as to rate or amount, and the County would expect to pay the debt service on the bonds from general fund revenues of the County.

It is expected that the bonds will have a term of approximately 20 years and will be amortized on a level principal basis. Subject to voter approval at the November 4, 2014 bond referendum, the bonds are expected to be sold by the North Carolina Local Government Commission by competitive sale pursuant to a public offering of the bonds. It is not certain at this time when the bonds will be sold or if they will all be sold at one time. Pursuant to state statute, the County will have up to seven years to issue all of the bonds. If the bonds are competitively sold, the interest rate on the bonds will be the lowest true interest rate bid for the bonds at the time the bonds are sold.

FINANCE DEPARTMENT

P. O. Box 1968 • 106 Hillcrest Drive • Sanford NC 27331-1968

Tel 919-718-4600 • Fax 919-718-4631

Please do not hesitate to contact us if you require additional information or have any questions or concerns.

COUNTY OF LEE, NORTH CAROLINA

By:  _____
Finance Director

cc: Local Government Commission



POST OFFICE BOX 1065 • DUNN, NORTH CAROLINA 28335
(910) 230-3500 • FAX (910) 230-3590
www.dunn-nc.org

Mayor
Oscar N. Harris
Mayor Pro Tem
Buddy Maness
Council Members
N. Carnell Robinson
Frank McLean
Billy Tart
Chuck Turnage
Billy Barfield
City Manager
Ronald D. Autry

May 14, 2014

Notice of Joint Legislative Committee on Local Government of Proposed Local Government Financing

Joint Legislative Committee on Local Government
16 West Jones Street
Raleigh, NC 27601
Attention: Committee Chair
Committee Assistant

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

Fiscal Research Division
300 North Salisbury Street, Suite 619
Raleigh, NC 27603-5925

\$2,200,000

Financing for City Hall Renovations Including Loan for Harnett Training School Project

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, the City of Dunn, North Carolina hereby notifies you of its intent to utilize an installment purchase contract under North Carolina General Statutes 160A, Article 3, Section 20. The principal amount is \$2,200,000 is to be used for renovations to the current city hall building to increase accessibility and energy efficiency. The remaining \$2,000,000 will be loaned to Harnett Training School LLC as a 0% loan for the renovation of the Harnett Training School Campus – a five (5) building Historic Rosenwald School Campus used for senior and at risk youth of the community. The City of Dunn owns the property and will ground lease the buildings to the Harnett Training School LLC for the construction of thirty-seven (37) lower income senior apartments using low income housing tax credits and the renovation of the existing buildings used by the city for senior activities and Police Athletic League (PAL).



where community matters

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Joint Legislative Committee on Local Gov.

NC Local Gov. Commission

Fiscal Research Division

May 14, 2014

The total construction value estimated at 9.6 million dollars through the use of low income housing tax credit CDBG. State and Federal Historic tax credits – and this \$2 Million loan from the City. The project financing was approved by the City Council on May 8, 2014.

The City of Dunn anticipates that the North Carolina Local Government Commission will consider approval of the issuance of the proposed debt at its meeting in July 2014.

A handwritten signature in black ink that reads "Ronald D. Autry". The signature is written in a cursive style with a horizontal line at the end.

Ronald D. Autry

City Manager

RDA/mrd

*Kevin Austin, Chairman of Board
David Moxley, Vice Chairman
Gilbert Hemric, Commissioner
Marion Welborn, Commissioner
Frank Zachary, Commissioner*



*Ed Powell, County Attorney
Aaron Church, County Manager
Tanya Gentry, Deputy Clerk to the Board*

Administrative Offices

May 30, 2014

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

Gentlemen:

Yadkin County is pursuing financing for construction of the Yadkin Valley Agricultural Center to be located next to the Surry Community College's Yadkin Center in Yadkinville, NC.

The Yadkin Valley Agricultural Center will be approximately 34,380 SF, two floors and a 300 person conference center at a projected cost at \$6,160,300. The expected outcome for the Yadkin Valley Agricultural Center (YVAC) is to support current and future farmers, early college students, and the surrounding community by providing a suitable facility for conducting business, learning, and promoting the sustainability of farming and other vocations in Yadkin County. This facility will provide office space for several local, state, and federal agencies that farmers depend on to operate. It will also house the Yadkin Early College. Progress will be measured not only by the number of farmers served, but also resulting value added activities farmers incorporate and the number of students that are tracking towards careers in healthcare, manufacturing, and other innovative job sectors.

The Yadkin County Board of Commissioners previously committed \$3,000,000 of its General Fund's fund balance for this project, has secured a \$100,000 grant from the Tobacco Trust Fund and a few smaller contributions from local organizations. The balance of the project (\$3,060,300) will require securing installment financing through a lending institution.

The County has already anticipated the debt service in the General Fund and will be paid from existing funds without any property tax rate increase.

Please contact me with any questions.

Sincerely,

A handwritten signature in blue ink that reads "Lisa L. Hughes". The signature is fluid and cursive, written over a light blue horizontal line.

Lisa L. Hughes
Deputy County Manager/Finance Officer

cc: Vance Holloman, Local Government Commission