



June 13, 2017

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

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

RE: Financing of Water System Improvements
City of Bessemer City, North Carolina

Dear Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the North Carolina General Statutes, the City of Bessemer City is notifying you of its intent to enter into a Drinking Water State Revolving Fund (SRF) loan with the Division of Water Infrastructure for the City's improvements to their water distribution system. The project is needed to replace aging water lines. The project generally includes replacement of approximately 15,500 linear feet of 2-inch through 8-inch water lines. The estimated SRF loan amount of \$2,317,400, with 1.84% interest will be used to finance the project. The required 2% loan closing fee would be paid directly by the City. The City will use a combination of fund balance and rate increases to fund the project.

If additional information is needed, please contact me by phone at (704) 629-5542, or by mail at 132 W. Virginia Avenue, Bessemer City, North Carolina 28016.

Sincerely,
CITY OF BESSEMER CITY

James Inman, City Manager

cc: Vance Holloman, Secretary
Local Government Commission
N.C. Dept. of State Treasurer
325 N. Salisbury Street
Raleigh, North Carolina 27603-1385
Doug Chapman, McGill Associates