

Rutherford County

Finance Department

NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT OF PROPOSED LOCAL GOVERNMENT FINANCING

February 9, 2017

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

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

North Carolina Local Government Commission
3200 Atlantic Avenue
Raleigh, North Carolina 27604
Attention: Secretary

County of Rutherford, North Carolina Installment Financing Contract

In accordance with N.C. Gen. Stat. §120-157.2(a), the County of Rutherford, North Carolina (the "*County*") hereby notifies you of its intent to enter into an installment financing contract (the "*Contract*") with a financial institution to be determined (the "*Bank*") pursuant to N.C. Gen. Stat. §160A-20 in an amount not to exceed \$7,500,000. The County will use proceeds of the Contract in order to (1) finance all or a portion of the costs to (a) construct, equip and furnish an Applied Science and Technology Building at Isothermal Community College ("*ICC*"), (b) replace roofs on the Business Science Building and the Communications Building at ICC, (c) renovate and improve the Rutherford County Detention Center and (d) acquire land for future County development and expansion (collectively, the "*Project*"), and (2) pay certain costs incurred in connection with the execution and delivery of the Contract.

The amount advanced under the Contract will amortize over a term of not more than 20 years. The County may pay its obligations under the Contract from any source of funds available to it in each year and appropriated for such purpose. The County's obligation to make payments under the Contract is a limited obligation of the County, subject to annual appropriation, and does not constitute a direct or indirect pledge of the faith and credit or the taxing power of the County. To secure its obligations under

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the Contract, the County will execute and deliver a deed of trust granting a lien on all or a portion of the real property on which a portion of the Projects will be located and all improvements thereon.

The County expects that the North Carolina Local Government Commission (the "*Commission*") will consider for approval the County's proposal to execute and deliver the Contract at the Commission's meeting scheduled for May 2, 2017.

COUNTY OF RUTHERFORD, NORTH CAROLINA

By: _____


Paula Roach
Finance Director