



August 27, 2018

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

RE: Financing of renovations and upgrades to the Town's two water treatment plants by the Town of Edenton, North Carolina

Dear Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the Town of Edenton, NC (the "Town") hereby notifies of its intent to enter into Rural Utilities Service's loan agreement with USDA Rural Development to fund the renovations and upgrades to the Town's two water treatment plants. The security for this loan agreement will consist of \$2,641,000 Water & Sewer System Revenue Bonds pursuant to NC GS 159 Article 5. USDA Rural Development will negotiate the purchase of the bonds with the Town and the NC Local Government Commission. The Town has secured a Rural Utilities Services grant not to exceed \$1,115,000 for a total project of \$3,756,149.

USDA Rural Development has offered the Town a forty year loan with a 2% interest rate. The Town will open bids for the renovations and upgrades to the two water treatment plants on October 10, 2018. Our intent is to file application with the NC Local Government Commission on October 23, 2018 and obtain approval at the Commission's December 4, 2018 meeting.

If you have any questions or require any further information, please do not hesitate to contact me.

Sincerely,

Anne-Marie Knighton  
Town Manager

AMK/tw