



City of Greensboro
North Carolina

Office of the Finance Director

April 20, 2018

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
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Re: Installment Financing Agreement by the City of Greensboro, North Carolina for
Construction of a Parking Deck

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Greensboro, North Carolina (the "City") hereby notifies you of its intent to enter into an installment financing agreement (the "Agreement") pursuant to Section 160A-20 of the General Statutes of North Carolina in the principal amount not to exceed \$10,000,000 to provide interim financing for the acquisition, construction and equipping of a parking deck (the "Project"). The obligations of the City under the Agreement will be secured by a deed of trust granting a lien on all or a portion of the site of the Project. The payments of the installment payments under the Agreement will be subject to annual appropriation by the City, and the City's obligations under the Agreement will not be secured by the faith and credit or taxing power of the City.

It is expected that the Agreement will have a term not to exceed four years and is expected to bear interest at a variable rate equal to 80% of one-month LIBOR plus 0.45%. The City intends to incur long-term indebtedness within one year from the date of the Agreement for the purpose of prepaying the outstanding principal advanced pursuant to the Agreement and to provide for permanent financing of the Project.

The City expects to obtain the approval of the Agreement from the North Carolina Local Government Commission on June 5, 2018 and close the financing by June 30, 2018.

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

CITY OF GREENSBORO, NORTH CAROLINA

By: R. L. Lusk

Finance Director

cc: Local Government Commission