

SanfordHolshouser

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May 17, 2018

Joint Legislative Committee on Local Government
Attention: Committee Chairs, Committee Ass't
North Carolina General Assembly
16 West Jones St.
Raleigh, NC 27601

Fiscal Research Division
Attention: Director
North Carolina General Assembly
300 North Salisbury St., Suite 610
Raleigh, NC 27603

Notice to the Joint Legislative Committee on Local Government Concerning Proposed Financing by the Town of Holly Springs

To the Committee:

As counsel to the Town of Holly Springs and as required under N.C. Gen. Stat. Section 120-157.2, I am providing this notice of a proposed local government capital project that requires approval of the North Carolina Local Government Commission and requires debt to be issued in an amount exceeding \$1,000,000. Here is information about the proposed financing –

Project description -- transportation improvements, especially including improvements to streets and roads and related improvements, along with paying related financing and other necessary or incidental costs.

LGC meeting for consideration – likely July or August 2018

Amount to be financed – up to \$40,000,000

Type of financing – voter-approved general obligation bonds, with referendum in November 2018

Expected source of repayment – general fund revenues

Estimated financing term and interest rates – The Town expects to issue the bonds over the course of the seven-year authorized period if the bonds are approved.



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The Town expects that interest rates will vary over that time. The Town expects that all bonds will be amortized over approximately 20-year terms with substantially level-principal amortization. In all cases, the Town plans to be flexible in setting the amortization schedules within legal constraints and with LGC approval.

Please let me know if you have additional questions or comments for me about this proposed financing.

Very truly yours,

A handwritten signature in dark ink that reads "Bob Jessup". The signature is written in a cursive, flowing style.

Robert M. Jessup Jr.

cc: Greg C. Gaskins, Secretary of the Local Government Commission
c/o Tony Blalock
Mary Hogan, Town of Holly Springs finance officer
John Schifano, Town of Holly Springs attorney
Daniel Sater, legislative staff [Daniel.sater@ncleg.net]
(each by electronic mail)