

SanfordHolshouser

209 Lloyd Street, Suite 350 | Carrboro, NC 27510
www.sanfordholshouserlaw.com

February 17, 2020

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 Orange County

To the Committee:

As counsel to Orange County, North Carolina, 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 and amount to be financed	Various public improvements for a total financing of approximately \$44.5 million plus financing costs, as described on Exhibit A
LGC meeting for consideration	April 2020
Type of financing	Installment financing under Section 160A-20, including the use of limited obligation bonds

Sanford Holshouser LLP

February 17, 2020

page 2

Estimated financing term	The County expects a financing term of approximately 20 years. Various projects will be financed over various terms to reflect the useful lives of the various components.
Expected source of repayment	General fund revenues

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

Very truly yours,



Robert M. Jessup Jr.

cc: Greg C. Gaskins, Secretary of the Local Government Commission
c/o Joe Futima
Gary Donaldson, Orange County finance officer, and other County
representatives
Davenport & Company LLC
David Vanderweide, legislative staff [david.vanderweide@ncleg.net]
(each by electronic mail)

Sanford Holshouser LLP

February 17, 2020

page 3

Exhibit A – list of projects to be financed with estimated amounts

Component	Estimated Cost
Facility, Accessibility, Safety and Security Projects	\$ 212,634
Generator Projects	\$ 33,000
HVAC Projects	\$ 230,218
Major Plumbing Repairs	\$ 50,885
Northern Campus (Detention, EAC, Parks Ops Base)	\$ 29,071,556
Government Services (Link) Remediation	\$ 581,503
Skill Development Relocation - Europa Center Upfits	\$ 254,953
Visitors Bureau Relocation - 308 W. Franklin St. Upfits	\$ 79,324
501/503 W. Franklin Street Improvements/Upfits	\$ 2,000,000
1000 Corporate Drive Upfits - County Attorney's Office	\$ 91,850
Roofing and Façade Projects	\$ 686,167
Parks and Recreation Facility Renovations. Repairs, Safety Improvements	\$ 246,500
Conservation Easements	\$ 259,514
River Park, Phase II	\$ 118,509
ITGC Initiatives	\$ 197,826
IT Infrastructure	\$ 489,910
Communication Systems	\$ 273,221
Solid Waste - Equipment and Vehicles	\$ 717,228
Solid Waste - Administrative Building Remediation	\$ 281,324
Sportsplex Capital Items - 2 Vans	\$ 70,090
Schools - Recurring Capital Needs	\$ 3,000,000
Schools - Improvements to Older Facilities	\$ 1,607,300
Schools – Other Various Projects	\$ 4,012,132
Total Project Costs	\$ 44,565,644

The County will also use additional loan proceeds to pay financing costs.