



March 15, 2022

Joint Legislative Committee on Local Government
North Carolina General Assembly
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
Attention: Director

Re: Installment Financing by the City of Fayetteville, North Carolina for Fire Station Project

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Fayetteville, 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, as amended, in the principal amount of approximately \$9,000,000 to finance the costs of acquiring, constructing, and equipping a new fire station for the City (the "Project"). The obligations of the City under the Agreement will be secured by a deed of trust on the site of the Project, together with any improvements or fixtures located or to be located thereon, subject to permitted encumbrances. The payment of the installment payments under the Agreement will be subject to annual appropriation, 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 of approximately fifteen (15) to twenty (20) years. The financial institution to provide the financing pursuant to the Agreement will be selected pursuant to a request for proposals, at which time the interest rate shall be determined for

March 15, 2022

Page 2

the Agreement. The City expects to accept the proposal of the winning bidder on April 4, 2022, obtain the approval of the North Carolina Local Government Commission on May 3, 2022, and close the financing by May 10, 2022.

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

CITY OF FAYETTEVILLE, NORTH CAROLINA

By: 

Jay C. Toland
Chief Financial Officer

cc: Secretary
Local Government Commission
NC Department of State Treasurer
3200 Atlantic Avenue
Raleigh, North Carolina 27604