

March 18, 2022

Joint Legislative Committee on Local Government  
Co-Chairs Sen. McInnis and Rep. Warren  
Legislative Building  
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 Moore County**

To the Committee:

As counsel to Moore 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 –

<b>Project description</b>	Moore County/Town of Vass sewer line extension
<b>LGC meeting for consideration</b>	May 2022
<b>Amount to be financed</b>	Estimated as up to approximately \$3,600,000
<b>Type of financing</b>	USDA revenue bonds, along with revenue bond anticipation notes
<b>Other sources of financing</b>	The County expects to supplement financing proceeds with approximately

## Sanford Holshouser LLP

March 18, 2020

page 2

	\$1.4 million in USDA grant funds and \$180,000 in local funds.
<b>Estimated financing term</b>	<p>The County expects an interim financing term of approximately 1.5 years.</p> <p>The County then expects to use proceeds of a permanent loan from USDA Rural Development for a 40-year term.</p>
<b>Estimated interest rate</b>	<p>USDA has committed to a max permanent financing annual rate of 2.125%.</p> <p>There will also be an interim financing term with a separate interest rate.</p>
<b>Expected source of repayment</b>	Utility 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: Sharon G. Edmundson, Secretary of the Local Government Commission  
c/o Joe Futima  
Moore County officials  
Sam Barnes, Esq.  
(each by electronic mail)  
Also to reports@ncleg.net