



THE CITY OF
Reidsville
NORTH CAROLINA

March 1, 2022

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: Financing of a Redundant Water Supply Line (Project No.2014)
Financing of WWTP Headworks Replacement (Project CS370384-07)

Ladies and Gentlemen:


In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Reidsville, North Carolina (the "City") hereby notifies you of its intent to enter into two Clean Water Revolving Fund Loans (the "Loan(s)") with the North Carolina Department of Environmental Quality, Division of Water Infrastructure, subject to the approval of the Local Government Commission; these loans are in expected amounts of \$4,654,000 and \$3,920,000.

The proceeds of the \$4,654,000 loan will be used to construct a redundant water line between the water plant and the entry to the system to provide end users service within the City. This loan has a 20-year payback and an interest rate of 0.10%. The loan also includes loan forgiveness of \$1,000,000.

The proceeds of the \$3,920,000 loan will be used to replace the aged headworks operation at the City's Wastewater Treatment Plant. This loan has a 20-year payback and an interest rate of 0.18%.

The City anticipates that the Local Government Commission will consider approval of entering into these Loans at its meeting scheduled for April 5, 2022.

CITY OF REIDSVILLE, NORTH CAROLINA

By: 
Chris Phillips
Asst. City Manager/Finance Director

cc: Local Government Commission