



## FINANCE

CITY OF DURHAM

### NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT OF PROPOSED LOCAL GOVERNMENT FINANCING

April 20, 2022

Joint Legislative Committee on Local  
Government  
16 West Jones Street  
Raleigh, North Carolina 27601  
Attention: Committee Chairs and Committee  
Assistant

Fiscal Research Division  
Legislative Office Building  
300 North Salisbury Street, Suite 619  
Raleigh, North Carolina 27603-5925  
Attention: Director

North Carolina Local Government Commission  
3200 Atlantic Avenue  
Raleigh, North Carolina 27604  
Attention: Secretary

#### *City of Durham, North Carolina Limited Obligation Bond, Series 2022*

In accordance with N.C. Gen. Stat. §120-157.2(a), the City of Durham, North Carolina (the “City”) hereby notifies you of its intent to execute and deliver an amendment to an installment financing contract (the “Contract”) with the New Durham Corporation (the “Corporation”), pursuant to which the Corporation will execute and deliver the above-referenced limited obligation bond (the “Bond”) in an aggregate principal amount not to exceed \$132,000,000 that will serve as an interim financing with an aggregate term of approximately two years.

The City intends to apply the proceeds of the Bond to (1) pay the capital costs of (a) renovations to the City’s Public Works Operation Center, (b) street, sidewalk, bridge, bike lane, greenway and streetscape improvements, (c) renovations and improvements to certain parks and recreation facilities, including, but not limited to, the Duke Belt Line Trail and the Hoover Road Athletic Park, (d) the acquisition, construction, and renovation of several fire rescue and police facilities, including Fire Station #6, Fire Station #18, and Fire Station #19, (e) improvements to certain information technology and communications systems, and (f) other miscellaneous capital improvements, and (2) pay certain costs incurred in connection with the execution and delivery of the Bond.

The security for the Bond is expected to be a deed of trust, as amended, on property financed by the Contract. The obligation of the City to make the Installment Payments and Additional Payments (each as defined in the Contract) shall constitute a limited obligation of the City, payable solely from currently budgeted appropriations of the City and shall not constitute a general obligation or other indebtedness of the City within the meaning of the Constitution of the State of North Carolina (the “Constitution”) or a direct or indirect pledge of the faith and credit or taxing power of the City within the meaning of the Constitution.



The City expects that the North Carolina Local Government Commission (the “*Commission*”) will consider for approval the City’s proposal to execute and deliver an amendment to the Contract at the Commission’s June 7, 2022 meeting, or such later meeting as the City and the Commission may determine.

**CITY OF DURHAM, NORTH CAROLINA**

By:   
Tim Flora  
Finance Director