



LAWYERS AND ADVISORS

June 14, 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 the City of Boiling Spring Lakes**

To the Committee:

As counsel to the City of Boiling Spring Lakes, 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	Flood control facilities, including restoration and repair of City-owned Dams
LGC meeting for consideration	December 2022
Amount to be financed	Estimated as up to approximately \$20,000,000
Type of financing	Voter-approved general obligation bonds
Other sources of financing	The City expects that the amount borrowed will pay for the City's portion of the project



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	out of a total of approximately \$52,000,000. FEMA has pledged approximately \$20,000,000, the State of North Carolina has pledged approximately \$14,000,000 and the City expects Brunswick County to contribute at least \$3,000,000. The City also expects to apply and receive additional grants for this project.
Expected source of repayment	General fund revenues

The City expects to issue the bonds over the course of the seven-year authorized period if the bonds are approved. The City expects that interest rates will vary widely over that time. The City expects that all bonds will be amortized over a term up to 30 years. The City plans to be flexible in setting the amortization schedules within legal constraints and with LGC approval.

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

Very truly yours,

Sam Barnes



cc: Sharon G. Edmundson, Secretary of the Local Government Commission
c/o Tony Blalock
Robert M. Jessup Jr., Esq.
City of Boiling Spring Lakes officials
Davenport and Company LLC representatives
(each by electronic mail)
Also to reports@ncleg.net