

Town of North Topsail Beach

Joann M. McDermon, Mayor
Mike Benson, Mayor Pro Tem

Aldermen:
Richard Grant
Don Harte
Connie Pletl
Bob Swantek



Alice Derian, ICMA-CM
Town Manager

Melinda Mier
Town Clerk

Nature's Tranquil Beauty

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

August 12, 2022

Joint Legislative Committee on Local
Government
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and 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
Longleaf Building
Raleigh, North Carolina 27604
Attention: Secretary

Town of North Topsail Beach, North Carolina Beach Nourishment Financing

In accordance with N.C. Gen. Stat. §120-157.2(a) (the "*Statute*"), the Town of North Topsail Beach, North Carolina (the "*Town*") hereby notifies you of its intent to seek approval of the North Carolina Local Government Commission (the "*Commission*") for the issuance of a special obligation bond (the "*SOB*") at the Commission's meeting scheduled for October 4, 2022 or such later meeting as the Town and the Commission may determine.

The Town expects to issue the SOB under Article 7A of N.C. Gen. Stat. Section 159 and a bond order to be adopted by the Board of Aldermen of the Town. The Town expects that the SOB will be purchased by PNC Bank, National Association (the "*Bank*") in an amount not to exceed \$8,300,000 to finance the second phase of a beach nourishment project for the purpose of beach erosion control and flood and hurricane protection works.

The SOB will be a special obligation of the Town, secured by and payable from certain revenues that will be identified in, and pledged under, the bond order. The Town expects such revenues will include the Town's reimbursements from the Federal Emergency Management Administration (FEMA). Neither the credit nor the taxing power of the State of North Carolina or the Town will be pledged to the repayment of the SOB. The SOB is expected to be repaid within 3 years.

TOWN OF NORTH TOPSAIL BEACH, NORTH CAROLINA

By:

A handwritten signature in cursive script, appearing to read "Alice Derian", written over a horizontal line.

Alice Derian
Town Manager