

May 7, 2024

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

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

Fiscal Research Division
North Carolina General Assembly
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925
Attention: Interim Director

\$41,986,000

**Housing Authority of the County of Wake
Multifamily Housing Revenue Bonds (DHIC Portfolio), Series 2024**

Ladies and Gentlemen:

We are bond counsel for the Housing Authority of the County of Wake (the “Authority”) in connection with the proposed issuance of its multifamily housing revenue bonds or notes (the “Bonds”) to be issued in one or more series in an aggregate principal amount not to exceed \$41,986,000. The proceeds of the Bonds will be loaned to DHIC, Inc., a North Carolina nonprofit corporation, or an affiliated or related entity (the “Borrower”) for the purpose of providing all or part of the funds with which to pay the cost of the acquisition, rehabilitation and equipping of a portfolio of residential rental housing facilities described in Exhibit A attached hereto (collectively, the “Projects”).

The Bonds will be issued under the North Carolina Housing Authorities Law, Article 1 of Chapter 157 of the North Carolina General Statutes, as amended (the “Act”). The proceeds of the Bonds will be loaned to the Borrower under a loan agreement with the Authority, pursuant to which the Borrower will promise to pay amounts sufficient to pay principal, premium, if any, and interest on the Bonds when due. The Borrower and the Authority will file restrictive covenants requiring that the Projects be operated as “qualified residential rental projects” under the Internal Revenue Code of 1986, as amended, and as facilities that provide housing for persons of low or moderate income under the Act for the longer of the term of the Bonds or 15 years. The Borrower will be solely responsible for repaying the Bonds, and the Authority will have no financial liability whatsoever for their repayment. The Bonds do not represent or constitute a debt or pledge of the

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faith and credit of the Authority, the State of North Carolina, or any political subdivision thereof. Principal of and premium (if any) and interest on the Bonds shall be payable solely from the revenues received from the Borrower.

This notice is provided pursuant to N.C. Gen. Stat. § 120-157.2(a). The Authority expects that the North Carolina Local Government Commission (the "Commission") will consider the Authority's proposal to issue the Bonds for approval at the Commission's meeting scheduled for July 9, 2024. We are delivering this notice on behalf of the Authority and the Borrower in accordance with directions provided by the Commission in Memorandum No. 2012-02 dated July 25, 2011.

Very truly yours,



Kristen M. Kirby, Esq.
Bond Counsel

cc: Local Government Commission
NC Department of State Treasurer
3200 Atlantic Avenue
Raleigh, NC 27604
Attention: Secretary

Exhibit A

Description of Developments

Name of Development	Number of Units	Location
Avonlea	44	5012 Cape Breton Drive, Raleigh, NC
Highland Village	50	600 Malcolm Valley Place, Cary, NC
Jeffries Ridge	32	201 Lightner Lane, Raleigh, NC
Madison Glen	120	3010 Crimson Tree Court, Raleigh, NC
Ripley Station	48	3030 Ripley Station Way, Raleigh, NC
Sedgebrook	32	200 Sedgebrook Drive, Cary, NC
Tryon Grove	48	2516 Tryon Grove Drive, Raleigh, NC