



THE CITY OF Reidsville NORTH CAROLINA

July 26, 2024

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: Water Treatment Plant Whole Plant Generator Project SRP-D-ARP-0093

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 a Clean Water Revolving Fund Loan (the "Loan") with the North Carolina Department of Environmental Quality, Division of Water Infrastructure, subject to the approval of the Local Government Commission; this loan is in an expected amount of \$4,900,000.

The proceeds of the \$4,900,000 loan will be used to install a whole plant generator at the City's Water Treatment Plant and will include updates to the aged existing electrical system. This loan has a 20-year payback and an expected interest rate of around 2.00%. A General Assembly allocation of \$3,200,000 has been previously secured for this project as well.

The City anticipates that the Local Government Commission will consider approval of entering into these Loans at its meeting scheduled for September 12, 2024.

CITY OF REIDSVILLE, NORTH CAROLINA

By: 
Chris Phillips
Asst. City Manager/Finance Director

cc: Local Government Commission