

1. PLEDGE OF ALLEGIANCE

PRELIMINARY

2. TOAST TO THE FLAG

3. CONFLICT OF INTEREST STATEMENT

4. MINUTES FOR APPROVAL

April 13, 2021

<u>Unit</u>	<u>Type</u>	<u>Purpose</u>	<u>Amount</u>	<u>Comments</u>	<u>Page Number</u>	<u>Last request to Borrow</u>
Campbell University	NCCFFA - Revenue Bonds	Educational Facilities	\$ 85,000,000		2	10/2015 \$20M

PROJECT	FINANCIAL CAPABILITY AND SECURITY	PUBLIC FACILITIES MADE AVAILABLE	MANNER OF SALE ADVERSE EFFECTS	FOR PUBLIC BENEFIT, NO DISCRIMINATION	TERMS/OTHER INFORMATION																				
<p>CAMPBELL UNIVERSITY North Carolina Capital Facilities Finance Agency Educational Facilities Revenue Refunding Bonds (Campbell University) Series 2021A North Carolina Capital Facilities Finance Agency, Taxable Educational Facilities Revenue Refunding Bonds (Campbell University), Series 2021B</p> <p>Location: Buies Creek (Harnett County) G.S. 159D Amount not to exceed \$ 85,000,000</p> <p>The proceeds of the 2021A Bonds will be used to (a) refund the Agency's outstanding North Carolina Capital Facilities Finance Agency Educational Facilities Revenue Refunding Bond (Campbell University), Series 2014 and Series 2015 Bonds, (b) pay termination fee for termination of the interest rate swap agreement related to the 2015 Bond, (c) refinance a taxable loan entered into by the University and Campbell University Foundation, Inc. (the "2018 Loan") with Truist and (d) pay the fees and expenses incurred in connection with the sale and issuance of the 2021A Bonds.</p> <p>The proceeds of the taxable 2021B Bonds will be used to (a) pay termination fee for termination of the interest rate swap agreement related to the 2014 Bond, (b) refinance a taxable loan provided by First-Citizens Bank & Trust Company in 2020 to the University (the "2020 Loan") and (c) pay the fees and expenses incurred in connection with the sale and issuance of the 2021B Bonds.</p> <p style="text-align: center;">Estimated Sources and Uses of Funds</p> <p>Sources:</p> <table border="0"> <tr> <td>Par Amount - 2021A Tax-Exempt Bonds</td> <td style="text-align: right;">\$ 47,365,000</td> </tr> <tr> <td>Premium - 2021A Bonds</td> <td style="text-align: right;">\$ 11,170,974</td> </tr> <tr> <td>Par Amount - 2021B Taxable Bonds</td> <td style="text-align: right;"><u>\$ 24,860,000</u></td> </tr> <tr> <td>Total Sources of Funds</td> <td style="text-align: right;"><u>\$ 83,395,974</u></td> </tr> </table> <p>Uses:</p> <table border="0"> <tr> <td>2014 Swap Termination Fee</td> <td style="text-align: right;">\$ 3,412,000</td> </tr> <tr> <td>2015 Swap Termination Fee</td> <td style="text-align: right;">\$ 638,000</td> </tr> <tr> <td>Cash Deposit (Pay off prior debt)</td> <td style="text-align: right;">\$ 78,531,852</td> </tr> <tr> <td>Cost of Issuance</td> <td style="text-align: right;">\$ 512,221</td> </tr> <tr> <td>Underwriters' Discount</td> <td style="text-align: right;"><u>\$ 301,901</u></td> </tr> <tr> <td>Total Uses of Funds</td> <td style="text-align: right;"><u>\$ 83,395,974</u></td> </tr> </table>	Par Amount - 2021A Tax-Exempt Bonds	\$ 47,365,000	Premium - 2021A Bonds	\$ 11,170,974	Par Amount - 2021B Taxable Bonds	<u>\$ 24,860,000</u>	Total Sources of Funds	<u>\$ 83,395,974</u>	2014 Swap Termination Fee	\$ 3,412,000	2015 Swap Termination Fee	\$ 638,000	Cash Deposit (Pay off prior debt)	\$ 78,531,852	Cost of Issuance	\$ 512,221	Underwriters' Discount	<u>\$ 301,901</u>	Total Uses of Funds	<u>\$ 83,395,974</u>	<p>Estimated debt service coverage provided by the University will be at least 1.97 times through 2025.</p> <p>The purpose of this refunding is to remove interest rate risk for the Series 2014 and 2015 Bonds, obtain more favorable covenants, and reduce any risk that would occur during the transition from LIBOR to SOFR.</p>	<p>Harnett County has the capacity and is willing to serve the water and sewer needs. Duke Energy will provide the electric service needs. PSNC will provide natural gas service, if needed.</p>	<p>Rated public offering in \$5,000 denominations, with pricing scheduled for July 22, 2021, to not conflict with sale of any other similar type revenue bonds.</p> <p>It is expected that the bonds will be rated on July 9th with either S&P or Moody's.</p>	<p>Resolution and covenant received from Board of Trustees that the Project is and will be operated for the public good as part of the University's educational mission as an independent University, and the University shall not discriminate against any person based on race, creed, color or national origin.</p>	<p>Term: 2021A - 15 years 2021B - 4 years No extension of maturities</p> <p>Interest Rate: Fixed</p> <p>2021A True Interest Cost: currently estimated 1.69% Expected Underwriting Discount: \$4.18/1000</p> <p>2021B True Interest Cost: currently estimated 1.14% Expected Underwriting Discount: \$4.18/1000</p> <p>Structure: The Bond structure will remain the same; with level debt payments starting in 2028, then declining debt payments from 2035 to 2037.</p> <p style="text-align: center;">APPROVALS</p> <p>Amount: not to exceed: \$85,000,000 Final Maturity: not to exceed October 1, 2036 Interest Rate not to exceed True Interest Cost: 6.0%</p> <p style="text-align: center;">FINANCING TEAM</p> <p>Bond Counsel: Womble Bond Dickinson (US) LLP Borrower's Counsel: Parker Poe Adams & Bernstein LLP Underwriter: J.P. Morgan Securities LLC Co-Underwriter: PNC Capital Markets, LLC Underwriters' Counsel: McGuireWoods LLP Trustee: The Bank of New York Mellon Trust Company, N.A. Financial Advisor: First Tryon Advisors</p>
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