

Attachment A:
Consent Agenda



LGC Staff Analysis For: **ASHE COUNTY**

PAR Amount Not To Exceed: \$16,000,000

Financing Type: Limited Obligation Bonds

Purpose and Type: Solid Waste, Solid Waste

Project Description: Proceeds will be used to finance (1) the construction of a 7.2 acre Phase III expansion of the current fully lined Municipal Solid Waste Landfill and (2) the construction of a new 12,500 sq ft pre-engineered metal building to accommodate office and maintenance shop functions for the Department of Environmental Services/Solid Waste.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 01/2025; IP; \$41,645,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary and essential to the County’s proper efficient and economic operation and to the general health and welfare of its inhabitants.

Proposed amount is adequate and not excessive: Bids are in hand. Costs are known and defined.

Feasibility: Debt service will be paid from Environmental Services Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: No

Additional Tax Information (as applicable): N/A

Public Hearing: 3/16/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: Estimated All-In TIC 3.83%; NTE 5%

Term: 20 years

Payment: Annual principal; semi-annual interest

Structure and Term: Level-principal

Final Maturity: 6/1/2046

Other: Limited Obligation Bond Structure is more timely and feasible than G.O. Bond.

Marketability:

Moody's: A1

S&P: N/A

Fitch: N/A

Other: Negotiated Public Sale scheduled for April 8, 2026. Anticipated ratings shown. Expect to receive ratings March 30, 2026.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor			
Underwriter/Senior	R.W. Baird & Co		
Lender/Purchaser/Bank			
Underwriter's Counsel	Womble Bond Dickinson		
Bond Counsel	Parker Poe		
Purchaser's Counsel			
Trustee	U.S. Bank Trust Company, N.A.		
Trustee's Counsel	Chapman & Cutler LLP		

PAR Amount Not to Exceed: \$16,000,000

Source	Amount
Par Amount – Landfill (1)	\$5,575,000
Par Amount – Environmental Services Building (2)	\$7,995,000
Net Premium	\$1,346,808
Total	\$14,916,808

Uses	Amount
Project Fund – Landfill (1)	\$6,000,000
Project Fund – Environmental Services Building (2)	\$8,600,000
Cost of Issuance	\$225,000
Underwriter's Discount	\$91,561
Rounding	\$247
Total	\$14,916,808



LGC Staff Analysis For: **BRUNSWICK COUNTY**

PAR Amount Not To Exceed: \$8,544,320

Financing Type: Revolving Loan

Purpose and Type: Water/Sewer, Sewer

Project Description: The proposed project (CS370714-04) is a rehabilitation of the sewer collection system infrastructure in the City of Southport. The project will utilize a “find it, fix it” approach to evaluate and rehabilitate the wastewater collection system by identifying and correcting defects in the sewer collection system including approximately 3,160 LF of 8-inch through 10-inch gravity pipe and 37 manholes; replacement of 10 manholes; and 40 sewer services. The project also includes Park Avenue Pump Station Interconnection Installation of approximately 8,015 LF of 8-inch FM and 9th Street Pump Station Interconnection Installation of approximately 50 LF of 6-inch FM and a 12-inch force main.

Statutory Reference: G.S. 159G-40 AND 159-52

Last Request to Borrow: 12/24; REV; \$33,000,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The wastewater collection system received seven sanitary sewer overflows (SSOs) in the past five years. The project will provide rehabilitation of system defects to improve the effectiveness of the collection system, correct SSO and rehabilitate pump stations and force mains to reduce SSOs that drain to local surface waters.

Proposed amount is adequate and not excessive: Brunswick County received two bids for the project on March 5, 2026. The contract was awarded to the lowest responsive, responsible bidder.

Feasibility: The projection of net revenues prepared by the unit indicates that future revenues will be adequate to cover the cost of operations and debt service. The average monthly water and sewer bill is currently \$83.43 for 4,500 gallons.

Tax Increase Anticipated: N/A

Rate Increase Anticipated: No

Additional Tax Information (as applicable):

Public Hearing: N/A

TEFRA Hearing: NA

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: State of North Carolina - DWI

Interest Rate: Not to exceed 4% (1.94% stated interest)

Term: 20 Years

Payment: annual principal; semi-annual interest

Structure and Term: level principal; declining interest

Final Maturity: N/A

Other: N/A

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Amount Not to Exceed: \$8,544,320

Source	Amount
SRF CS370714-04	\$8,544,320
SRP-W-ARP-0299	\$1,290,680
Transfer from Wastewater Fund	\$170,886
Total	\$10,005,886

Uses	Amount
Loan Closing Fee	\$170,886
Engineering/Legal	\$1,290,680
Construction	\$8,544,320
Total	\$10,005,886



LGC Staff Analysis For: **BUNCOMBE COUNTY**

PAR Amount Not To Exceed: \$58,000,000

Financing Type: Limited Obligation Bonds

Purpose and Type: General Government, School (K-12)

Project Description: Proceeds will be used to finance improvements and renovations of Buncombe County Schools and Asheville City Schools. This will be a public sale as a 2026A Series on April 30, 2026.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 4/2025; IP; \$53,770,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary for school upgrades and renovations

Proposed amount is adequate and not excessive: Bids are in for over 90% of the projects. Costs are known and defined.

Feasibility: Debt service will be paid from the Public School Capital Needs Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/17/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: N/A

Term: 20 years

Payment: Semi-annual interest; annual principal

Structure and Term: Level principal

Final Maturity: 6/1/2046

Other: This will be a public sale – Series 2026A – on April 30, 2026.

Marketability:

Moody's: Aa1

S&P: N/A

Kroll: AA+

Other: Credit ratings for 2026 are expected mid-April. Ratings shown are anticipated ratings.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Davenport & Co., LLC	Corporation Counsel	Roberts & Stevens, P.A.
Underwriter/Senior	FHN Financial	Co-Manager	RW Baird
Lender/Purchaser/Bank			
Underwriter's Counsel	Pope Flynn, LLC		
Bond Counsel	Parker Poe Adams & Bernstein LLP		
Purchaser's Counsel			
Trustee	U.S. Bank		
Trustee's Counsel			

Amount Not to Exceed: \$58,000,000

Source	Amount
Estimated Par Amount	\$50,970,000
Estimated Premium	\$5,879,746
Total	\$56,849,746

Uses	Amount
Project Fund	\$56,325,878
Cost of Issuance	\$265,746
Underwriter's Discount	\$254,000
Additional Proceeds	\$3,272
Total	\$56,849,746



LGC Staff Analysis For: **BUNCOMBE COUNTY**

PAR Amount Not To Exceed: \$68,000,000

Financing Type: Limited Obligation Bonds

Purpose and Type: General Government, Multiple Projects

Project Description: Proceeds will be used to finance improvements and renovations of multiple County Facilities. Capital projects include various vehicles, solid waste projects, courthouse repairs and solar installation. Additionally, the 2025 Installment Financing Contract will be refunded with this 2026B Series to provide additional savings for the County. The 2026B Series is a public sale to be held on April 30, 2026.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 4/2025; IP; \$53,770,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary for required improvements to County facilities and to meet increased vehicle needs. Additionally, to provide savings for the refunding of the 2025 Installment Financing Contract (“IFC”).

Proposed amount is adequate and not excessive: Bids are in for over 90% of the projects. Costs are known and defined. Refunding amount of the 2025 IFC is known.

Feasibility: Debt service will be paid from the General Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/17/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: N/A

Term: 20 years for most projects; 15 years solid waste; 5 years for vehicles and 4 years refunding.

Payment: Semi-annual interest; annual principal

Structure and Term: Level principal, level debt service – vehicles and level annual savings – refunding.

Final Maturity: 6/1/2046

Other: This will be a public sale – Series 2026B – on April 30, 2026.

Marketability:

Moody's: Aa1

S&P: N/A

Kroll: AA+

Other: Credit ratings for 2026 are expected mid-April. Ratings shown are anticipated ratings.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Davenport & Co., LLC	Corporation Counsel	Roberts & Stevens
Underwriter/Senior	FHN Financial	Co-Manager	RW Baird
Lender/Purchaser/Bank			
Underwriter's Counsel	Pope Flynn, LLC		
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Purchaser's Counsel			
Trustee	US Bank		
Trustee's Counsel			

Amount Not to Exceed: \$68,000,000

Source	Amount
Estimated Par Amount	\$59,520,000
Estimated Premium	\$6,697,306
Total	\$66,283,262

Uses	Amount
Project Fund	\$61,438,648
Refunding Escrow Cash Deposit	\$4,227,956
Cost of Issuance	\$310,323
Underwriter's Discount	\$297,600
Additional Proceeds	\$8,735
Total	\$66,283,262



LGC Staff Analysis For: **BUNCOMBE COUNTY**

PAR Amount Not To Exceed: \$15,200,000

Financing Type: Limited Obligation Bonds - Refunding

Purpose and Type: General Government

Project Description: Proceeds of the bond sale will refund the Taxable Limited Obligation Bonds, Series 2014B.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 4/2025; IP; \$53,770,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary to provide savings on the specific Series.

Proposed amount is adequate and not excessive: Refunding amount is known.

Feasibility: Debt service will be paid from the General Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): Refunding of Series 2014B will provide an estimated present value savings of \$398,000 and 2.80%.

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: Estimated All In TIC 4.22%

Term: 8 years

Payment: Semi-annual interest; annual principal

Structure and Term: Level annual savings

Final Maturity: 6/1/2034

Other: This will be a public sale – Series 2026C – on April 30, 2026.

Marketability:

Moody's: Aa1

S&P: N/A

Kroll: AA+

Other: Credit ratings for 2026 are expected mid-April. Ratings shown are anticipated ratings.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Davenport & Co., LLC	Corporation Counsel	Roberts & Stevens
Underwriter/Senior	FHN Financial	Co-Manager	RW Baird
Lender/Purchaser/Bank			
Underwriter's Counsel	Pope Flynn, LLC		
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Purchaser's Counsel			
Trustee	US Bank		
Trustee's Counsel			

Amount Not to Exceed: \$15,200,000

Source	Amount
Estimated Par Amount	\$14,180,000
Accrued Interest	\$303,039
Total	\$14,483,039

Uses	Amount
Refunding Escrow Cash Deposit	\$14,338,039
Cost of Issuance	\$73,931
Underwriter's Discount	\$70,900
Additional Proceeds	\$169
Total	\$14,483,039



LGC Staff Analysis For: **CHARLOTTE, CITY OF**

PAR Amount Not To Exceed: \$650,000,000

Financing Type: Special Obligation Bonds

Purpose and Type: Parks & Recreation, Stadium

Project Description: Proceeds will be used to finance costs of improvements and renovations to the multi-purpose stadium currently known as “Bank of America Stadium” and related facilities and to pay the costs of issuing the Special Obligation Bond Anticipation Notes. A Commercial Paper Program (C.P.) will be utilized over an anticipated 2 tranches, each taken out with a long-term Special Obligation Bond (“SOB”) financing anticipated in 2028 and 2030 when the City will request separate LGC approval.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 10/2025; GOBAN;
\$200,000,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The stadium needs upgrades and improvements to bring it up to current NFL standards.

Proposed amount is adequate and not excessive: The City is committed to providing no more than \$650,000,000 for this project; all other funding will be provided by the NFL Panthers team.

Feasibility: Debt service will be paid from occupancy and prepared food tax revenues.

Tax Increase Anticipated: N/A

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): none

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: N/A

Term: NTE 20 years

Payment: N/A

Structure and Term: Commercial Paper (C.P)

Final Maturity: C. P. NTE 3/12036 | SOB NTE 4/1/2046

Other: N/A

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	DEC Associates, Inc.	Commercial Paper Dealer	Bank of America
Underwriter/Senior			
Lender/Purchaser/Bank			
Underwriter's Counsel	McGuireWoods, LLP		
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Purchaser's Counsel			
Trustee	U.S. Bank Trust Co., N.A.		
Trustee's Counsel	Chapman & Cutler LLP		

Amount Not to Exceed: \$650,000,000

Source	Amount
Special Obligation BAN/Commercial Paper	\$650,000,000
Total	\$650,000,000

Uses	Amount
Stadium Renovations/Construction Project	\$650,000,000
Total	\$650,000,000



LGC Staff Analysis For: **CHARLOTTE, CITY OF**

PAR Amount Not To Exceed: \$109,000,000

Financing Type: Certificates of Participation

Purpose and Type: General Government, Equipment

Purpose and Type: General Government, Multiple Projects

Project Description: The proceeds will be used to finance the costs of (a) improvements and renovations to various government facilities, such as ADA transition plans, building sustainability increases, HVAC system replacements, and expansion of the 911 call center, (b) construction, renovation and improvement of police, fire-fighting and other public safety facilities, (c) acquisition of land, (d) construction and equipping of a new animal care and control adoption facility and (e) acquisition of vehicles and equipment.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 11/2025; GO BAN;
\$200,000,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The project is necessary or expedient for the City’s proper, efficient, and economical operation and to the general health and welfare of its inhabitants.

Proposed amount is adequate and not excessive: The property is appraised for \$7,160,000 and was purchased for \$7,100,000 in June 2024. All other projects have been completed, or bids have been received. Costs are defined and known.

Feasibility: 88.54% of debt service will be paid from the General Fund; 11.46% (i.e., vehicles and equipment) will be paid from the Water/Sewer Debt Service Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: No

Additional Tax Information (as applicable): N/A

Public Hearing: 3/9/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: Estimated All in TIC 4.48%, NTE 5%

Term: 20 Years for land and projects; 5 Years for vehicles and equipment

Payment: Annual principal and semi-annual interest

Structure and Term: Level Principal

Final Maturity: Land and projects 12/01/2046; vehicles and equipment 12/01/2030

Other: Negotiated public sale scheduled for April 14, 2026.

Marketability:

Moody's: Aa1

S&P: AA+

Fitch: AA+

Othe: Ratings expected to be received the of week of April 6, 2026

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	DEC Associates Inc		
Underwriter/Senior	Wells Fargo Securities	Co-Manager	Truist Securities
Lender/Purchaser/Bank		Co-Manager	Academy Securities, Inc.
Underwriter's Counsel	McGuire Woods, LLP		
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Purchaser's Counsel			
	U.S. Bank Global Corporate Trust		
Trustee's Counsel	Chapman & Cutler LLP		

Amount Not to Exceed: \$109,000,000

Source	Amount
Loan Proceeds Public Safety Projects	\$90,640,000
Loan Proceeds Vehicles and Equipment	\$11,805,000
Estimated Net Premiums	\$4,843,512
Total	\$107,288,512

Uses	Amount
Equipment and Facilities FY25 Budget	\$48,500,000
Equipment and Facilities FY26 Budget	\$45,800,000
Charlotte Water Equipment	\$12,200,000
Cost of Issuance/Underwriter's Discount	\$788,512
Total	\$107,288,512



LGC Staff Analysis For: **CHARLOTTE, CITY OF**

PAR Amount Not To Exceed: \$6,622,909

Financing Type: Certificate of Participation Refunding

Purpose and Type: General Government, Refunding/Refinancing

Project Description: The proceeds of the 2026A Bonds will be used to refund all or a portion of the City's outstanding Certificate of Participation Bonds, Series 2014A. The proceeds were used to finance (a) the construction and improvements to various public facilities and other public projects and (b) the acquisition of certain real estate and of certain equipment.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 11/2025;GO BAN;
\$200,000,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: This refunding is necessary to achieve savings and more favorable financing terms.

Proposed amount is adequate and not excessive: The amount is known and defined with an estimated net present savings of \$269,420.56 and estimated percentage saving of 4.16%

Feasibility: Debt service will be paid from the General Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Information (as applicable): N/A

Public Hearing: 3/9/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: Estimated All in TIC 2.65%, NTE 2.75%

Term: 8 Years

Payment: Annual principal and semi-annual interest

Structure and Term: Level principal

Final Maturity: 6/30/2034

Other: The public sale, on April 14, 2026, will combine this refunding with the 2026 Certificate of Participation which makes up the Series 2026A Bonds. The Bond sale will be for 20 years; however, this refunding will be paid out over the first eight years of this bond.

Marketability:

Moody's: Aa1

S&P: AA+

Fitch: AA+

Other: Ratings expected to be received the of week of April 6, 2026

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	DEC Associates Inc		
Underwriter/Senior	Wells Fargo Securities	Co-Manager	Truist Securities, Inc.
Lender/Purchaser/Bank		Co-Manager	Academy Securities, Inc.
Underwriter's Counsel	McGuire Woods, LLP		
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Purchaser's Counsel			
Trustee	U.S. Bank Global Corporate Trust		
Trustee's Counsel	Chapman & Cutler LLP		

Amount Not to Exceed: \$6,622,909

Source	Amount
Loan Proceeds	\$5,940,000
Estimated Net Premium	\$585,752
Accrued Interest Contribution	\$97,157
Total	\$6,622,909

Uses	Amount
Refunding Escrow Deposit	\$6,577,157
Cost of Issuance	\$21,921
Underwriter's Discount	\$23,760
Additional Proceeds	\$70
Total	\$6,622,909



LGC Staff Analysis For: **DURHAM, CITY OF**

PAR Amount Not To Exceed: \$136,000,000

Financing Type: Limited Obligation Bonds

Purpose and Type: General Government, Multiple Projects

Purpose and Type: Solid Waste, Solid Waste

Project Description: The proceeds will be used to finance improvements to various City facilities, including (a) renovations to the City's Public Works Operations Center, (b) the acquisition, construction, and renovation of several fire rescue and police facilities, including Fire Station #18 and Fire Station #19, (c) renovations and upgrades to the Durham Performing Arts Center HVAC systems, and (d) renovations to City Hall and City Hall Annex HVAC systems.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 5/2025; GO; \$92,835,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The proposed bonds are necessary or expedient to provide adequate City functions, including but not limited to public safety, transportation/mobility, general operations and culture/recreation.

Proposed amount is adequate and not excessive: Construction bids have been received. Costs are defined and known.

Feasibility: Series 2026A will be paid from the General Fund 93.66% and Solid Waste Fund 6.34%. Series 2026B will be funded from Durham Performing Arts Center revenues.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/16/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank:

Interest Rate: Series A Estimated all-in TIC 3.62%, NTE 5%; Series B Estimated all-in TIC 4.45%, NTE 6%

Term: 2026A is 20 years; Series 2026B is 8 years.

Payment: Annual principal and semi-annual interest

Structure and Term: Series 2026A Level Principal; Series 2026B Level Debt

Final Maturity: Series 2026A is 04/01/2046; Series 2026B is 06/01/2034.

Other: Negotiated public sale scheduled for April 9, 2026.

Marketability:

Moody's: Aa1

S&P: AA+

Fitch: AA+

Other: Ratings expected on March 27, 2026.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	First Tryon Advisors, LLC		
Underwriter/Senior	PNC Capital Markets	Co-Manager	Ramirez & Co., Inc.
Lender/Purchaser/Bank		Co-Manager	R. W. Baird
Underwriter's Counsel	Chapman and Cutler LLP		
Bond Counsel	Parker Poe Adams & Bernstein LLP		
Purchaser's Counsel			
Trustee	U.S. Bank Trust Company, N.A		
Trustee's Counsel	Holland & Knight LLP		

Amount Not to Exceed: \$136,000,000

Source	Amount
Bond Proceeds Series 2026A	\$113,135,000
Bond Proceeds Series 2026B	\$8,655,000
Estimated Premium	\$13,729,822
Total	\$135,519,822

Uses	Amount
General Capital	\$117,984,863
Solid Waste - City Public Works Operations Center	\$7,992,418
Durham Performing Arts Center	\$8,584,191
Cost of Issuance	\$500,000
Underwriter's Discount	\$450,116
Miscellaneous Fees	\$8,234
Total	\$135,519,822



LGC Staff Analysis For: **DURHAM, CITY OF**

PAR Amount Not To Exceed: \$218,000,000

Financing Type: Revenue Bonds

Purpose and Type: Water/Sewer, Sewer

Purpose and Type: Water/Sewer, Water

Project Description: 2026 Revenue Bonds: The City previously issued a \$181,000,000 Utility System Revenue Bond Anticipation Note (BAN), Series 2023, to finance the costs of extensions, additions, and capital improvements to, or the acquisition, renewal, or replacement of capital improvements to, or the acquisition, renewal, or replacement of capital assets of, or purchasing and installing new equipment for the Utility System. The 2023 BAN has a maturity date of June 12, 2026, and the City has elected to take out the 2023 BAN via a long-term issuance. The City is also pursuing a refunding of all or a portion of its 2016 Bonds for debt savings.

Statutory Reference: G.S. 159 Article 5

Last Request to Borrow: 01/2025 GO; \$200,000,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: To (1) provide long-term financing for the 2023 Projects by prepaying all outstanding amounts under the 2023 Note, (2) refund in advance of their maturities all or a portion of the 2016 Bonds, and (3) pay the costs of issuing the 2026 Bonds.

Proposed amount is adequate and not excessive: Amount is adequate to redeem the 2023 BAN and the outstanding 2016 bonds and pay related issuance costs.

Feasibility: The City has projections prepared by Raftelis Financial Consultants for the period 2026-2031. Current projections demonstrate total debt service coverages of 3.46X in FY2026 and of at least 1.86X through 2031.

Tax Increase Anticipated: N/A

Rate Increase Anticipated: Yes

Additional Information (as applicable): Water and sewer rates were increased 8.5% for FY26. The City anticipates rate adjustments for water and sewer ranging from 12% to 13.5% annually for the period FY27 through FY31.

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: Click or tap here to enter text.

Interest Rate: Not to exceed 5.5%

Term: 30 years

Payment: Semi-annual interest payments payable each February 1 and August 1, beginning August 1, 2026; annual principal

Structure and Term: Level debt service

Final Maturity: 8/1/2055

Other:

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: Public Offering; Ratings due March 27, 2026; Rate Consultant – Raftelis Financial Consultants

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	First Tryon Advisors		
Underwriter/Senior	Ramirez & Co., Inc (Senior)	PNC Capital Markets LLC (Co)	Robert W. Baird & Co. Inc (Co)
Lender/Purchaser/Bank			
Underwriter's Counsel	Chapman & Cutler		
Bond Counsel	Parker Poe Adams & Bernstein		
Purchaser's Counsel			
Trustee	US Bank		
Trustee's Counsel			

Amount Not to Exceed: \$218,000,000

Source	Amount
Par Amount	\$187,490,000
Estimated Premium	\$18,163,929
City Interest Contribution	\$3,062,822
Total	\$208,716,751

Uses	Amount
BAN Payoff	\$184,062,822
SLGS Purchases	\$23,497,636
Cost of Issuance	\$500,000
Underwriter's Discount	\$656,215
Additional Proceeds	\$78
Total	\$208,716,751



LGC Staff Analysis For: **FRANKLIN COUNTY**

PAR Amount Not To Exceed: \$17,500,000

Financing Type: Limited Obligation Bonds

Purpose and Type: Economic Development, Land

Project Description: Proceeds will be used to finance the acquisition and improvement of land for economic development and other potential County uses. The financing includes a taxable portion of \$7,500,000 and a tax-exempt portion of \$10,000,000.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 11/2025; LOB; \$36,233,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary to improve the County’s economic, tax, and employment base

Proposed amount is adequate and not excessive: Appraisal value is higher than purchase price. Costs are known and defined.

Feasibility: Debt service will be paid from the General Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/16/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: Webster Bank

Interest Rate: Taxable – 4.86%; Tax-Exempt – 4.425%

Term: Taxable: ~8.25 years; Tax-Exempt : ~19.25 years

Payment: Annual principal and interest

Structure and Term: Level principal

Final Maturity: NTE 8/1/2045

Other: Limited Obligation Bond private placement structure is more timely and feasible than G.O. bond.

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Davenport & Company LLC		
Underwriter/Senior			
Lender/Purchaser/Bank	Webster Public Finance Corporation		
Underwriter's Counsel			
Bond Counsel	Womble Bond Dickinson (US) LLP		
Purchaser's Counsel	Gilmore & Bell, P.C.		
Trustee	U.S. Bank Trust Company, N.A.		
Trustee's Counsel	Holland & Knight LLP		

PAR Amount Not to Exceed: \$17,500,000

Source	Amount
Par Amount – Taxable	\$7,500,000
Par Amount – Tax-Exempt	\$10,000,000
Total	\$17,500,000

Uses	Amount
Land Purchase – Taxable	\$4,285,714
Land Purchase – Tax-Exempt	\$5,714,285
Upfit & Improvements – Taxable	\$3,000,000
Upfit & Improvements – Tax-Exempt	\$4,000,000
Cost of Issuance/Contingency - Taxable	\$214,286
Cost of Issuance/Contingency – Tax-Exempt	\$285,715
Total	\$17,500,000



LGC Staff Analysis For: **LEXINGTON, CITY OF**

PAR Amount Not To Exceed: \$43,191,000

Financing Type: Revolving Loan

Purpose and Type: Water/Sewer, Sewer

Project Description: LRWWTP Solids Handling Improvements CS370617-04 - to include conversion of three (3) existing sludge holding tanks to aerated sludge holding tanks with coarse bubble air diffusers and three (3) 2,300 CFM blowers; replacement of one (1) 240 GPM sludge pump and inline grinder feeding belt filter presses (BFPs); construction of a new dewatering and drying building to include two (2) polymer dilution and feed systems, two (2) 1,600 dry lb/hour BFPs, 40 cubic yard wet cake bin, two (2) 15 GPM wet cake pumps, and one (1) 780 dry lb/hour sludge belt dryer system and associated conveyors, one (1) 8,500 CFM odor control facility, a covered barn structure to store dried biosolids; relocation of a section of Non-Potable Water piping from the 100 Year flood plain to outside the 500 Year flood plain; and associated equipment, controls, piping, valves, vaults, and appurtenances.

Statutory Reference: G.S. 159G-40 AND 159-52

Last Request to Borrow: 2/25 IP \$3,905,490

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The Lexington Regional Wastewater Treatment Plant (LRWWTP) is a 6.5 MGD maximum monthly flow facility originally constructed in 1983. The LRWWTP had subsequent additions / upgrades in 1988 and 2002. The existing solids treatment train includes dissolved air flotation (DAF) thickening, sludge holding (converted anaerobic digesters) for storage and thickening, dewatering with a single belt filter press (BFP) and composting. Operations staff report the DAF thickening process requires significant operations and maintenance staff time to achieve desired results to resolve periodic maintenance issues with the equipment.

Proposed amount is adequate and not excessive: The City received four (4) bids on January 29, 2026. The contract was awarded to the lowest responsive, responsible bidder.

Feasibility: The projection of net revenues prepared by the unit indicates that future revenues will be adequate to cover the cost of operations and debt service. The average monthly water and sewer bill is currently \$106.87 for 5,000 gallons.

Tax Increase Anticipated: N/A

Rate Increase Anticipated: Yes

Additional Information (as applicable): There is an anticipated rate increase of 44.34% for water and 48.20% for sewer rates by the end of the project in fiscal year 2030. The expected average monthly water and sewer bill is projected to be \$156.65 for 5,000 gallons if rate increases are implemented as planned.

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: State of North Carolina - DWI

Interest Rate: Not to exceed 4% (0.94% stated interest)

Term: 20 years

Payment: Annual principal; semi-annual interest

Structure and Term: Level principal; declining interest

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: Click or tap here to enter text.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor			
Underwriter/Senior			
Lender/Purchaser/Bank			
Underwriter's Counsel			
Bond Counsel			
Purchaser's Counsel			
Trustee			
Trustee's Counsel			

Amount Not to Exceed: Click or tap here to enter text.

Source	Amount
1 SRF Repayable Loan	\$43,191,000
2 SRF Principal Forgiveness	\$3,500,000
3	
4	
5	
6	
7	
8	
Total	\$46,691,000

Uses	Amount
1 Construction	\$44,151,714
2 Contingency	\$2,207,586
3 Closing Cost	\$331,700
4	
5	
6	
7	
8	
Total	\$46,691,000



LGC Staff Analysis For: **MARSHVILLE, TOWN OF**

PAR Amount Not To Exceed: \$8,300,000

Financing Type: Installment Financing Contract, Grant Anticipation Notes

Purpose and Type: Water/Sewer, Sewer

Project Description: Proceeds will be used for improvements to the Town's wastewater system, including the construction of two new pump stations and a force main, the upgrade of an existing pump station, and dredging costs. Financing will be completed using two advances. The first advance will be short-term until the Town receives reimbursement from the grants provided by the NC Division of Water Infrastructure for \$7,940,000. The second advance will be a long-term financing as indicated below.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 10/2021; IP; \$1,250,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary to finance essential wastewater infrastructure improvements to maintain system reliability, regulatory compliance, and adequate service capacity for the Town.

Proposed amount is adequate and not excessive: Bids are in hand; costs are known and defined.

Feasibility: Debt service to be paid from the Water/Sewer Enterprise Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: No

Additional Tax Information (as applicable): N/A

Public Hearing: 3/2/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: Truist Bank

Interest Rate: 3.67% Advance A and 4.05% Advance B

Term: 1 year for Advance A and 15 years for Advance B

Payment: Advance A principal and interest payment at maturity and Advance B semi-annual interest and annual principal

Structure and Term: Advance A due at maturity, level debt service for Advance B

Final Maturity: 4/1/2041

Other: N/A

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	First Tryon Advisors		
Underwriter/Senior			
Lender/Purchaser/Bank	Truist Bank		
Underwriter's Counsel			
Bond Counsel	Parker Poe Adams & Bernstein		
Purchaser's Counsel	Pope Flynn, LLC		
Trustee			
Trustee's Counsel			

Amount Not to Exceed: \$8,300,000

Source	Amount
Loan Proceeds – Advance A	\$5,000,000
Loan Proceeds – Advance B	\$3,300,000
Total	\$8,300,000

Uses	Amount
Project Fund	\$8,242,500
Cost of Issuance	\$57,500
Total	\$8,300,000



LGC Staff Analysis For: **MEBANE, CITY OF**

PAR Amount Not To Exceed: \$700,000

Financing Type: Installment Financing Contract

Purpose and Type: General Government, Building

Project Description: The proceeds will be used to purchase property at 202 South Fifth Street, Mebane, which will serve primarily as the headquarters for the inspections department.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 10/2024; REV; \$62,725,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Contract is necessary or expedient as the City of Mebane continues to grow and the need for additional office space increases.

Proposed amount is adequate and not excessive: Property appraised for \$1,350,000 as of 02/24/2026. Purchase price is \$1,042,000. Town is paying \$375,569 in cash. Costs are defined and known.

Feasibility: Debt service will be paid from the General Fund, including revenues generated through inspections.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/9/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: Just Whit, LLC, Property Owner

Interest Rate: 3%

Term: 10 Years

Payment: Annual principal and interest

Structure and Term: Level principal

Final Maturity: Not to exceed 12/31/2036

Other: The proposed installment financing is preferable to a bond issue for the same purposes.

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor			
Underwriter/Senior			
Lender/Purchaser/Bank			
Underwriter's Counsel			
Bond Counsel			
Purchaser's Counsel			
Trustee			
Trustee's Counsel			

Amount Not to Exceed: \$700,000

Source	Amount
Loan Proceeds	\$677,931
Cash	\$375,569
Total	\$1,053,500

Uses	Amount
Property Purchase	\$1,046,000
Legal Costs	\$7,500
Total	\$1,053,500



LGC Staff Analysis For: **North Carolina Medical Care Commission: Porters Neck Village**

Amount Not To Exceed: \$ 61,253,000

Financing Type: Conduit Revenue Bonds

Purpose and Type: Senior Living

Project Description:

Location: Wilmington, NC (New Hanover County)

Licensed Beds: 289 Independent Living Units

The proceeds of the bonds will be used to (1) pay or reimburse Plantation Village, Inc., d/b/a Porters Neck Village, a North Carolina nonprofit corporation and organization (the "Corporation"), for paying all or a portion of the cost of the Project (as described below), (2) pay a portion of the interest accruing on the bonds, (3) fund a debt service reserve fund, if necessary, and (4) pay certain expenses incurred in connection with the authorization and issuance of the bonds.

The "Project" consists of constructing and equipping an expansion and renovation to the Corporation's existing continuing care retirement facility located at 1200 Porters Neck Road, Wilmington, North Carolina 28411, including, but not limited to, (1) the demolition of buildings comprising independent living units, (2) constructing and equipping approximately 67 new independent living units with covered parking, (3) constructing and equipping a new community building, and (4) constructing, equipping, and renovating various outdoor walking paths, outdoor common areas and other common area improvements.

Statutory Reference: G.S. 131A

Last Request to Borrow: 11/2021; REV; \$75,000,000

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The North Carolina Medical Care Commission (NCMCC) has previously approved the project. All necessary permits and approvals have been received.

Proposed amount is adequate and not excessive: The Project is under Guaranteed Maximum Price contracts.

Feasibility: A financial feasibility study completed by Forvis Mazars, LLP, shows estimated debt service coverage of 1.65 times for 2026 and at least 1.90 times through 2030. The Corporation has an estimated average of 583 days of cash on hand through 2030.

TEFRA Hearing Date: 3/23/2026

Terms

Interest Rate: Not to Exceed: 6%; Estimated all-in TIC: 5.51%

Term: Series A: 1/1/2061 | Series B-1: 1/1/2031 | Series B-2: 1/1/2031 | Series B-3: 1/1/2031

Structure and Term: Approximately overall level debt service

Final Maturity: 1/1/2061

Other: The NCMCC will issue the bonds and loan the proceeds to Plantation Village, Inc., d/b/a Porters Neck Village (Borrower). The Borrower is solely responsible for repayment of the bonds, and not the NCMCC, nor the State of NC.

Marketability

Moody's: N/A

S&P: N/A

Fitch: BBB

A public sale will be in April 2026, not to conflict with any other bond sales.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor		Feasibility Consultant	Forvis Mazars, LLP
Underwriter/Senior	Herbert J. Sims & Co., Inc	Auditor	Forvis Mazars, LLP
Underwriter's Counsel	Butler Snow LLP		
Bond Counsel	Robinson, Bradshaw & Hinson, P.A.		
Lender/Purchaser/Bank			
Trustee	The Bank of New York Mellon Trust Company, N.A.		
Trustee's Counsel	Maynard Nexsen PC		
Borrower's Counsel	McGuire Woods, LLP		

Amount Not to Exceed: \$ 61,253,000

Source	Amount
Series 2026A Long Term Bonds	\$23,506,422
Series 2026B-1 Entrance Fee Bonds	\$3,785,000
Series 2026B-2 Entrance Fee Bonds	\$9,455,000
Series 2026B-3 Entrance Fee Bonds	\$18,915,000
Equity Contribution	\$290,072
Total	\$55,951,494

Uses	Amount
Project Costs	\$50,885,538
Capitalized Interest	\$3,659,480
Costs of Issuance	\$1,406,476
Total	\$55,951,494



LGC Staff Analysis For: **SURF CITY, TOWN OF**

PAR Amount Not To Exceed: \$6,103,750

Financing Type: State Revolving Fund (SRF) Loan

Purpose and Type: Water/Sewer, Water

Project Description: WIF-2012. The proceeds will be used for the Town of Surf City Water Resiliency Project. The project includes (1) Construction of a new 1,000-gpm supply well (Well No. 6), including wellhouse, all associated piping, and stand-by power generator at the site of existing Well No. 2, which will be abandoned); (2) Installation of approximately 600 LF of 12-inch DIP raw-water main to connect the new well to the existing transmission main extending to the water treatment plant; (3) Upgrades to pumping equipment at Well No. 2; (4) Installation of approximately 3,200 LF of 12-inch, finished-water transmission main, including a crossing extending under the Atlantic Intracoastal Waterway, by directional drilling to create a redundant connection between the mainland and island areas of the Town’s system; and (5) Replacing approximately 2,860 LF of 4-inch and 1,350 LF of 6-inch diameter water main with 8-inch DR14 C-900 PVC water main along North Shore Drive.

Statutory Reference: G.S. 159G-40 AND 159-52

Last Request to Borrow: 1/2022; SRF; \$1,421,135

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Project is necessary or expedient to increase the resilience of Surf City’s Drinking Water Utility.

Proposed amount is adequate and not excessive: Project bids were received July 2025. The contract was awarded to the responsive, responsible bidder. Costs are known and defined.

Feasibility: The projection of net revenues prepared by the unit indicates future revenues will be adequate to cover the cost of operations and debt service. The average monthly water and sewer bill is currently \$28.70 for 2,000 gallons (minimum monthly bill).

Tax Increase Anticipated: N/A

Rate Increase Anticipated: No

Additional Information (as applicable): N/A

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: State of North Carolina

Interest Rate: NTE 4% (0% stated interest rate)

Term: 20 years

Payment: Annual Principal

Structure and Term: Level Principal

Final Maturity: 4/30/2046

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Amount Not to Exceed: \$6,103,750

Source	Amount
Division of Water Infrastructure Funding WIF-2012	\$6,103,750
Additional Supplemental Appropriation for Disaster Relief (Principal Forgiveness)	\$701,250
Town Funds (ineligible for SRF reimbursement)	\$684,970
Total	\$7,489,970

Uses	Amount
Bid Price from Magette Well and Pump Co., Inc.	\$205,500
Bid Price from ELJ Inc.	\$5,856,757
Engineering Costs	\$320,500
Contingency Costs (5%)	\$303,113
Planning & Design Costs	\$618,000
Legal Fees	\$50,000
Closing Fees	\$136,100
Total	\$7,489,970



LGC Staff Analysis For: **SURF CITY, TOWN OF**

PAR Amount Not To Exceed: \$ 5,200,000

Financing Type: Installment Financing Contract

Purpose and Type: General Government, Multiple Municipal Buildings

Project Description: The loan proceeds will be used to fund the Town’s Public Utilities Facility Phase II project (the “Project”). The Project consists of acquiring, constructing, improving, and equipping new public utilities facilities. These facilities will include, but are not limited to, equipment and material storage and maintenance buildings, office space, parking area, and access areas all to be located at 1220 NC Highway 210 E., Hampstead, North Carolina 28443.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 4/2021; IFC; \$2,106,000

FPICs: No

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: Necessary to provide the public utilities department with adequate office and storage space.

Proposed amount is adequate and not excessive: The Project is under Guaranteed Maximum Price contract.

Feasibility: Enterprise Fund revenues will provide for debt service.

Tax Increase Anticipated: No

Rate Increase Anticipated: No

Additional Tax Information (as applicable): N/A

Public Hearing: 3/3/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: JP Morgan Chase Bank, NA

Interest Rate: 3.74%

Term: 15 years

Payment: Semi-Annual Interest and Annual Principal

Structure and Term: Level debt service payments

Final Maturity: 4/1/2041

Other: N/A

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	First Tryon Advisors, LLC	Borrower's Counsel	Mewborn & DeSelms, Attorneys at Law
Underwriter/Senior			
Lender/Purchaser/Bank	JP Morgan Chase Bank, NA	Bank Counsel	Womble Bond Dickinson (US) LLP
Underwriter's Counsel			
Bond Counsel	Robinson, Bradshaw & Hinson, P.A.		
Purchaser's Counsel			
Trustee			
Trustee's Counsel			

Amount Not to Exceed: \$ 5,200,000

Source	Amount
Loan	\$ 5,200,000
Total	\$ 5,200,000

Uses	Amount
Construction Cost	\$ 3,925,330
Engineer/Architect Fees	\$ 475,135
Special Counsel Fees	\$ 40,000
Other Legal/Fiscal Cost	\$ 55,000
Contingency	\$ 704,535
Total	\$ 5,200,000



LGC Staff Analysis For: **TROUTMAN, TOWN OF**

PAR Amount Not To Exceed: \$2,100,000

Financing Type: Installment Financing Contract

Purpose and Type: Parks & Recreation, Parks & Recreation

Project Description: The proceeds will be used to install lighting within ESC Park in the Town of Troutman.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 11/2025; IFC; \$8,700,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The project is necessary for safety and the expansion of the usage of park amenities.

Proposed amount is adequate and not excessive: Construction bids received on 10/24/2025. Costs are defined and known.

Feasibility: Debt service will be paid from the General Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: N/A

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: US. Bancorp Government Leasing and Finance, Inc.

Interest Rate: 3.87%

Term: 5 Years

Payment: Level Debt

Structure and Term: Annual Principal and Interest

Final Maturity: 3/9/2031

Other: The proposed installment financing is preferable to a bond issue for the same purposes.

Marketability:

Moody's: N/A

S&P: N/A

Fitch: N/A

Other: N/A

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor			
Underwriter/Senior			
Lender/Purchaser/Bank			
Underwriter's Counsel			
Bond Counsel			
Purchaser's Counsel			
Trustee			
Trustee's Counsel			

Amount Not to Exceed: \$2,100,000

Source	Amount
Loan Proceeds	\$2,100,000
Total	\$2,100,000

Uses	Amount
Construction Costs	\$2,100,000
Total	\$2,100,000



LGC Staff Analysis For: **WAKE COUNTY**

PAR Amount Not To Exceed: \$21,000,000

Financing Type: Limited Obligation Bonds

Purpose and Type: General Government, EMS Building

Purpose and Type: General Government, Fire Department

Purpose and Type: General Government, Jail

Project Description: The proceeds will be used for renovating the Hammond Road Detention Facility Annex, building a new Whitaker Mills EMS Station, and building the new Sandy Plains Public Safety Station.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 08/2025: GO BAN
\$172,975,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The project is necessary or expedient to 1) comply with North Carolina jail standards and 2) increase the presence of essential public safety services in the northern Wake County community and to reduce response times by more than half.

Proposed amount is adequate and not excessive: EMS Station and Sandy Plains Public Safety Station bids awarded 09/15/2025. Hammond Road Annex bid awarded 01/05/2026. Costs are defined and known.

Feasibility: Debt service will be paid from the general fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 2/16/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank:

Interest Rate: Estimated all-in TIC 3.47%, NTE 6%

Term: 20 Years

Payment: Annual principal and semi-annual interest

Structure and Term: Level Principal

Final Maturity: 5/1/2045

Other: Competitive public sale scheduled for April 16, 2026.

Marketability:

Moody's: Aa1

S&P: AA+

Fitch: AA+

Other:

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	First Tryon Advisors, LLC		
Underwriter/Senior			
Lender/Purchaser/Bank			
Underwriter's Counsel			
Bond Counsel	Womble Bond Dickinson (US) LLP		
Purchaser's Counsel			
Trustee	U.S. Bank Trust Company, N.A		
Trustee's Counsel			

Amount Not to Exceed: \$21,000,000

Source	Amount
Bond Proceeds	\$18,770,000
Estimated Net Premium	\$1,810,499
Cash	\$11,925,350
Total	\$32,505,849

Uses	Amount
Project Costs	\$26,216,394
Engineer/Architect's Fees	\$3,000,000
Land and Right of Way	\$500,000
Furniture and Fixtures	\$405,000
Contingency	\$1,984,455
Cost of Issuance	\$400,000
Total	\$32,505,849



LGC Staff Analysis For: **NCMCC: Advocate Health Nonprofit Credit Group** **Atrium Health Wake Forest Baptist Health**

Amount Not To Exceed: \$619,180,000

Financing Type: Conduit Revenue Bonds

Purpose and Type: Healthcare

Project Description:

Location: Winston-Salem (Forsyth County)

Total Licensed Beds: 885

The bond proceeds will be used to (1) reimburse Wake Forest Baptist Health for paying costs of the construction and equipping of the new Julie Ann Freischlag Tower in Winston-Salem, (2) refund the outstanding PAR amount of each 2012A/B Bonds and the 2019C Bonds, and (3) pay certain expenses incurred in connection with the authorization and issuance of the Bonds.

The Julie Ann Freischlag Tower opened in the third quarter of 2025 and is currently serving patients. The facility includes a 45-bed adult emergency department with four trauma rooms and private bays, 62 private pre-operative and post-operative acute care bays, 28 operating rooms including two endovascular hybrid suites, and a private intensive care unit (ICU) with 16 trauma ICU rooms and 28 cardiovascular ICU rooms.

Statutory Reference: G.S. 131A

Last Request to Borrow: 2/2019; REV; \$220,000,000

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The North Carolina Medical Care Commission (NCMCC) has previously approved the project. All necessary permits and approvals have been received.

Proposed amount is adequate and not excessive: The project is under a Guaranteed Maximum Price contract.

Feasibility: Advocate Health has provided projections showing a current debt service coverage of 6.4 times for FY2026 and an estimated debt service coverage of at least 6.3 times through FY2029.

TEFRA Hearing Date: April 8, 2026

Terms

Interest Rate: NTE to Exceed: 6%; Estimated all-in TIC: 4.318%

Term: Approximately 30 years

Structure and Term: Overall level debt service

Final Maturity: 12/1/2056

Other: Expected Net Present Value Savings of \$3,970,016 (1.86%).

The NCMCC will issue the bonds and loan the proceeds to North Carolina Baptist Hospital, Wake Forest University Health Sciences and/or Wake Forest University Baptist Medical Center (collectively, the Borrower). The Borrower’s obligation to make loan payments sufficient to pay principal of, premium, if any, and interest on the bonds will be evidenced and secured by an Obligation (i.e., a promissory note) for which the 20 members of the Obligated Group under the Advocate Aurora Health Master Indenture (Advocate Health, Inc, Advocate Aurora Health, Inc., and fifteen of its subsidiaries, and the three Borrower entities) are jointly and severally liable. The Borrower and the other members of the Obligated Group are solely responsible for repayment of the bonds, and not the NCMCC, nor the State of NC.

Marketability

Moody’s: Aa2

S&P: AA

Fitch: AA

Other: A sale is scheduled for May 5, 2026, not to conflict with other bond sales.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Kaufman, Hall & Associates, LLC		
Underwriter/Senior	Bank of America	Co-Senior Manager	Jefferies Financial Group Inc.
Underwriter’s Counsel	Hawkins Delafield & Wood LLP	Co-Manager	J. P. Morgan Chase & Co.
Bond Counsel	Robinson, Bradshaw & Hinson, P.A.	Co-Manager	Truist Securities
Lender/Purchaser/Bank		Co-Manager	Siebert Williams Shank & Co., LLC
Bond Trustee	U.S. Bank Trust Company, N.A.	Master Trustee	U.S. Bank Trust Company, N.A.
Trustee’s Counsel	Chapman & Cutler LLP	Trustee’s Counsel	Thompson Hine LLP
Borrower’s Counsel	Polsinelli PC		
Auditor	Ernst & Young LLP		

Amount Not to Exceed: \$ 619,180,000

Source	Amount
Bond Par Amount	\$ 568,970,000
Bond Premium	\$ 44,581,842
Total	\$ 613,551,842
Uses	Amount
Project Fund	\$ 375,000,000
Cash Deposit for Redemption of Refunded Bonds	\$ 232,848,916
Cost of Issuance	\$ 5,689,700
Additional Proceeds	\$ 13,226
Total	\$ 613,551,842



LGC Staff Analysis For: **WAKE FOREST UNIVERSITY**

Amount Not To Exceed: \$150,000,000

Financing Type: Conduit Revenue Bonds

Purpose and Type: Education, Refunding/Refinancing

Project Description: The proposed refunding is to issue an Educational Facilities Revenue Refunding Bond (Wake Forest University), Series 2026, to refund Wake Forest University's Series 2016 bonds and to pay costs of issuance. The projects being refinanced include an academic building, a first-year residence hall, Hearn Plaza Residence Halls, the Wellness Center, and other campus improvements.

Statutory Reference: Chapter 159D – Article 2

Last Request to Borrow: 2021; CON REV;
\$125,000,000

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The Agency finds the refunding necessary or expedient to further the Agency's objective of assisting qualified institutions while enabling them to construct and renovate facilities for educational purposes.

Proposed amount is adequate and not excessive: Refunding amount is par plus borrower equity.

Feasibility: The refunding will result in debt service savings to the University. Audited financial information and projections reflect that the University is financially responsible and capable of fulfilling its obligations related to the proposed bonds.

TEFRA Hearing Date: 3/27/2026

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: NTE True Interest Cost of 5%

Term: Preferred term is a 10-year bullet structure with no amortization. However, depending on market conditions, a matched maturity with annual savings may be more advantageous.

Payment: If 10-year bullet structure: interest paid over 10 years with principal paid in one lump sum at maturity. If matched maturity structure: annual principal and semi-annual interest.

Structure and Term: Either 10-year bullet structure with no amortization or matched maturity structure with annual savings

Final Maturity: If 10-year bullet structure: 1/1/2036. If matched maturity structure: NTE 1/1/2046

Other: If a 10-year bullet structure, years 1-9 will consist of regular 5% coupon payments; in year 10, at maturity, the last coupon payment will be due along with the lump-sum principal payment.

Marketability

Moody's: Aa3

S&P: AA

Fitch: N/A

Other: N/A

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Echo Financial Products		
Co-Senior Manager	RBC Capital Markets	Co-Senior Manager	JP Morgan Securities
Underwriter's Counsel	McGuire Woods		
Bond Counsel	Parker Poe	University's Counsel	Womble Bond Dickinson
Lender/Purchaser/Bank			
Trustee	Truist Bank		
Trustee's Counsel	Alston & Bird		
Co-Manager	Truist Securities	Co-Manager	Ramirez & Co.

Amount Not to Exceed: \$150,000,000

Source	Amount
Par Amount	\$110,820,000
Premium	\$14,318,157
Total	\$125,138,157

Uses	Amount
Refunding Escrow Cash Deposit/State and Local Government Series Purchases	\$124,306,861
Cost of Issuance	\$554,100
Underwriter's Discount	\$277,050
Additional Proceeds	\$146
Total	\$125,138,157



LGC Staff Analysis For: **WASHINGTON, CITY OF**

PAR Amount Not to Exceed: \$3,694,925

Financing Type: Revolving Loan

Purpose and Type: Water/Sewer, Sewer

Project Description: Project WIF-2049; Cherry Run Pump Station & 5th St FM Replacement SRF-W-0004 - The purpose of this project is to replace existing aged force mains experiencing reduced capacity and ruptures, resulting in releases of sewage to the environment. The existing cast iron and asbestos cement force mains have deteriorated significantly over the past 60+ years. The proposed project will replace approximately 2,200 linear feet (LF) of existing 12 inch cast iron force main and 4,400 LF of existing 8 inch cast iron and asbestos cement force main with new PVC force main of the same size. The project will also include appropriate air release valves and all appurtenances for reinstatement of the force main service.

Statutory Reference: G.S. 159G-40 AND 159-52

Last Request to Borrow: 10/24; SRF; \$46,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: The project is necessary for efficient operation of the Cherry Run Pump Station, which is experiencing diminished pumping capacity and which will be rehabilitated as part of this project. The pump station was constructed in 1982 with a permitted capacity of 200 gallons per minute (gpm). Drawdown testing completed for the Wastewater Asset Management Plan in 2018 revealed the pumps were only pumping 90 to 100 gpm. This project will install new pumps to regain the original capacity of the station, with no expansion in capacity

Proposed amount is adequate and not excessive: The City received 3 bids on November 13, 2025. The contract was awarded to the lowest responsive, responsible bidder.

Feasibility: The projection of net revenues prepared by the unit indicates that future revenues will be adequate to cover the cost of operations and debt service. The average monthly water and sewer bill is currently \$63.22 for 3,209 gallons.

Tax Increase Anticipated: N/A

Rate Increase Anticipated: No

Additional Information (as applicable): N/A



LGC Staff Analysis For: **WILMINGTON, CITY OF**

PAR Amount Not To Exceed: \$73,500,000

Financing Type: Limited Obligation Bonds

Purpose and Type: General Government, Multiple Projects

Purpose and Type: General Government, Refunding/Refinancing

Project Description: The proceeds will be used (1)for capital costs of Project A (street, sidewalk, accessibility, and streetscape improvements), Project B (the construction of a parks maintenance complex), Project C (the purchase of 800MHz radios), and Project D (Water Street Park improvements) and (2) to refinance the City’s installment payment obligations related to Series 2015A and Series 2016 installment contracts.

Statutory Reference: G.S. 160A-20

Last Request to Borrow: 05/2024; IP; \$28,890,000

FPICs: Yes - Not Material

UAL Contract: N/A

Debt Management: Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward

Proposed contract or bond issue is necessary or expedient: 2026 projects and refunded projects are essential to the City’s proper, efficient, and economical operation and to the general health and welfare of its inhabitants. The 2026 projects provide an essential use and permit the City to carry out public functions.

Proposed amount is adequate and not excessive: Bids are in hand. Costs are known and defined.

Feasibility: The debt service will be paid from the Debt Service Fund.

Tax Increase Anticipated: No

Rate Increase Anticipated: N/A

Additional Tax Information (as applicable): N/A

Public Hearing: 3/24/2026

TEFRA Hearing: N/A

Interest Rate Assumptions (GO Bonds Only): N/A

Terms

Lender/Purchaser/Bank: N/A

Interest Rate: Estimated all-in TIC 3.11%; NTE 5%

Term: For New Money Other (i.e., Projects A, B, and D), 20 years; for New Money Radios (Project C), 5 years; for Series 2015A, 9 years; and for Series 2016, 10 years

Payment: Annual principal; semi-annual interest

Structure and Term: Level principal

Final Maturity: NTE 6/1/2046

Marketability:

Moody's: Aa1

S&P: AA+

Fitch: N/A

Other: Negotiated public sale scheduled for April 22, 2026. Anticipated ratings shown. Expect to receive ratings April 14, 2026.

Financing Team

Role	Name	Additional Party Role (Optional)	Additional Party Name (Optional)
Municipal Advisor	Waters & Company, LLC	Corporation Counsel	J Alan Campbell Law
Underwriter/Senior	Raymond James & Associates, Inc.		
Lender/Purchaser/Bank			
Underwriter's Counsel	Pope Flynn, LLC		
Bond Counsel	Parker Poe Adams & Bernstein LLP		
Purchaser's Counsel			
Trustee	US Bank		
Trustee's Counsel	Holland & Knight LLP		

PAR Amount Not to Exceed: \$73,500,000

Source	Amount
Par Amount – New Money (Projects A, B, and D)	\$18,805,000
Par Amount – New Money – Radio (Project C)	\$2,080,000
Par Amount - Refunding of Series 2015A	\$7,785,000
Par Amount - Refunding of Series 2016	\$33,965,000
Net Premium	\$7,895,306
Debt Service Transfer (Existing Interest)	\$899,455
Total	\$71,429,761

Uses	Amount
Project Fund – New Money (Projects A, B, and D)	\$20,658,714
Project Fund – New Money – Radio (Project C)	\$2,228,407
Prepayment Fund Deposits	\$47,961,319
Cost of Issuance	\$272,602
Underwriter's Discount	\$307,637
Additional Proceeds	\$1,082
Total	\$71,429,761



Miscellaneous Action Item

Unit: ORANGE COUNTY

Description:

In 2019, the County issued two sets of limited obligation bonds known as the 2019A bonds for \$14,135,000, and the 2019B bonds for \$29,745,000 to finance the acquisition, construction, equipping and improvement of certain County facilities. Although the County planned and expected to spend the bond proceeds within three years of the respective issue dates, project delays (including those related to the start of the COVID pandemic in 2020) resulted in funds not being spent as planned as well as the County’s capital funding priorities changing over these six years. Therefore, the determination is that the 2019 project costs are complete and no additional or related costs are required for the 2019 bond proceeds.

The bond trustee, The Bank of New York Mellon Trust Company, N.A., has on hand approximately \$9,700,000 of 2019A proceeds and \$510,000 of 2019B proceeds. The 2019 bonds carry effective interest costs well below rates available to the County in today’s markets: 2019A all-in TIC 2.693% and 2019B all-in TIC 2.307%.

The County is seeking approval to amend the existing financing agreement to reprogram proceeds on hand to update County priorities. The County will reserve approximately \$400,000 to make excess earnings payments to the Internal Revenue Service.

County Projects to be completed with this document amendment:

2019 Bonds

Type	Amount
Parks and recreation facilities	\$ 347,000
Link Center repair and renovation	\$1,800,000
Vehicle replacements	\$2,800,000
School capital projects	\$3,789,471
Reserve for Excess Earning to be paid to the IRS	\$400,000
Leave with Trustee for future debt service payments	\$552,000
Total	\$9,688,471

2019B Bonds

New Vehicle Acquisition	\$510,000
-------------------------	-----------



Miscellaneous Non-Action Item

Unit: DAVIDSON COUNTY

Description:

The County previously entered into an Installment Financing Contract dated as of February 1, 2016 (the "2016 Contract") with the Davidson County Public Facilities Corporation, a North Carolina nonprofit corporation (the "Corporation"), for the following purposes:

- 1) To Refinance the County's installment payment obligations under an Installment Financing Contract dated as of July 1, 2008, between the County and Branch Banking and Trust Company, which financed the projects described therein, and
- 2) To finance the acquisition, construction and equipping of (i) Oak Grove High School (the "High School") and (ii) an approximately 44,500 square foot public safety facility to house all divisions of the County's Sheriff's Office; and
- 3) To secure its obligations under the 2016 Contract, a Deed of Trust, Security Agreement and Fixture Filing dated as of February 1, 2016, granting a security interest on the County's fee simple interest in the real property on which the High School is located, together with the improvements and appurtenances.

The Corporation will execute and deliver Limited Obligation Refunding Bonds (County of Davidson, North Carolina), Series 2026 in an aggregate principal amount not to exceed \$23,000,000.

The public sale occurred on March 4, 2026, with net present value savings of \$1,114,872.38 (4.29%).



Miscellaneous Non-Action Item

Unit: RALEIGH, CITY OF

Description: G.O. Refunding for savings

The City of Raleigh sold \$41,925,000 of G.O. Refunding Bonds, dated March 12, 2026, at a negotiated sale, the proceeds of which refunded the outstanding maturities (totaling \$45,750,000) of the following bonds and paid the issuance costs:

- \$ 1,650,000 G.O. Bonds, Series 2012A, maturing 4-1-2028, 2030 and 2032*;
- \$24,950,000 G.O. Bonds, Series 2012B, maturing 4-1-2028, 2030 and 2032*;
- \$ 6,600,000 G.O. Bonds, Series 2014, maturing 6-1-2026/2032;
- \$ 2,550,000 G.O. Bonds, Series 2015A, maturing 6-1-2026/2034 and
- \$10,000,000 G.O. Bonds, Series 2015B, maturing 6-1-2026/2034.

The Series 2026 Refunding Bonds were sold at a true interest cost of 2.2992% and the Net Present Value savings were \$1,095,671.56 or 2.395% of the refunded bonds.

The refunded bonds have been called and are being redeemed on April 1, 2026.

*The 4-1-2029 and 4-1-2031 maturities of the Series 2012A and 2012B Bonds were previously refunded.

Attachment B:
Resolutions (2) Approving Viable
Utility Reserve Grants



**Viable Utility Reserve – Approving Grants to Local Government Units
Local Government Commission Briefing
April 1, 2026**

In November 2025 and February 2026, the LGC considered distressed unit designations. This month, the LGC is asked to approve grants from the Viable Utility Reserve (VUR). This briefing provides background information and details about the VUR grant funding requirements and process.

Legislation Requirements

On July 1, 2020, [Session Law 2020-79](#) (amended in [S.L. 2021-180, s. 12.12\(c\)](#)) was enacted and provides a framework for improving the viability of water and wastewater systems, with an overall goal of identifying long-term financial and infrastructure solutions for struggling systems in the State. In addition to establishing a process for identifying distressed units of local government, the legislation established, and the General Assembly has periodically funded, the Viable Utility Reserve (VUR) account managed within the Department of Environmental Quality (DEQ). Grant funds are available to local government units for several purposes, including:

- Projects to provide physical interconnection and extension of public water or wastewater infrastructure to provide regional service
- Rehabilitation of existing public water or wastewater infrastructure
- Decentralizing an existing public water system or wastewater system into smaller viable parts
- Funding a study of any one or more of the following:
 - Rates
 - Asset inventory and assessment (AIA)
 - Merger and regionalization options (MRF)
- Funding other options deemed feasible which result in local government units generating sufficient revenues to adequately fund management and operations, personnel, appropriate levels of maintenance, and reinvestment that facilitate the provision of reliable water or wastewater services

The VUR funds are administered by DEQ through its Division of Water Infrastructure (DWI). Both the State Water Infrastructure Authority (SWIA) and the Local Government Commission (LGC) must vote to approve VUR grants.

Process of Awarding VUR Grants

DWI staff serve as staff to SWIA and have established a process and schedule (spring and fall application cycles) for reviewing, evaluating, and ranking the submitted grant applications. DWI staff developed a detailed point system that assigns priority points and ranks applications based on the project purpose, project benefits, demonstrated need, and affordability, among other factors.

After ranking the applications, DWI staff recommend grant awards to SWIA during the spring and fall approval cycles.

At its February 18, 2026 meeting, SWIA approved the grants included in the LGC resolutions this month. Grants were awarded for the following purposes:

- Asset inventory and assessment (AIA)
- Merger and regionalization feasibility studies (MRF)
- Drinking water system projects
- Wastewater system projects

Special Note about Distressed Units

There is no explicit requirement in the VUR law that a unit must be identified as distressed in order to be eligible for VUR grants, nor does the statute limit VUR grants to those units identified as distressed. However, as a practical matter, a correlation between distressed units and grant applicants is likely, and distressed units are likely to score higher rankings in the DWI staff evaluation.

However, once a unit is designated by SWIA and the LGC as distressed, the unit must take a number of actions defined in [G.S. 159G-45\(b\)\(1\) through \(3\)](#):

- conduct an asset assessment and rate study (which may be funded by a VUR grant),
- participate in a training and educational program, and
- develop short-term and long-term action plans.

All VUR grants recipients in the LGC resolutions presented this month are designated as distressed, with one exception: Beaufort County, which is partnering with distressed units in a merger/regionalization feasibility study.

Special Note about Water and Wastewater Projects

In some cases, the VUR grant does not fully fund the project. Five of the 7 units with water system projects and 3 of the units with wastewater projects are receiving additional money from other funds administered by DEQ (in the form of a State Revolving Fund loan, or principal forgiveness on a SRF loan, or a grant from the Wastewater State Reserve). Any unit being awarded a SRF loan will eventually come to the LGC for loan approval.

Action Items

- LGC Resolution approving 4 AIA grants and 3 MRF grants – **vote required**
- LGC Resolution approving 7 grants for water system projects and 19 grants for wastewater system projects – **vote required**



**RESOLUTION APPROVING GRANTS FROM THE VIABLE UTILITY RESERVE FOR
ASSET INVENTORY AND ASSESSMENT STUDIES AND
MERGER/REGIONALIZATION FEASIBILITY STUDIES**

WHEREAS, the North Carolina General Assembly enacted Session Law 2020-79, entitled in part “AN ACT TO IMPROVE THE VIABILITY OF THE WATER AND WASTEWATER SYSTEMS OF CERTAIN UNITS OF LOCAL GOVERNMENT . . . ; TO CREATE AND PROVIDE FUNDING FOR THE VIABLE UTILITY RESERVE TO PROVIDE GRANT MONEY FOR LOCAL GOVERNMENT UNITS, . . .” (the “Act”); and

WHEREAS, the Act amended Chapter 159G of the General Statutes (“G.S.”), establishing the Viable Utility Reserve (“VUR”) to be used for grants to local government units for specified purposes; and

WHEREAS, the Act amended Chapter 159G of the General Statutes by modifying G.S. 159G-32 to authorize the Department of Environmental Quality (the “Department”) to make grants from the VUR for (1) asset inventory and assessment (AIA) and rate studies to inventory the existing public water or wastewater system (or both), document the condition of the inventoried infrastructure, and conduct a rate study to determine a rate structure sufficient to prevent the local government unit from becoming a distressed unit, and (2) merger/regionalization feasibility (MRF) studies to determine the feasibility of consolidating the management of multiple water or wastewater systems into a single operation or to provide regional treatment or water supply and the best way of carrying out the consolidation or regionalization; and

WHEREAS, the Act amended Chapter 159G of the General Statutes by adding a new Subsection 159G-39(e), requiring that the Department shall not award a grant from the VUR unless the Local Government Commission (the “Commission”) approves the award of the grant and the terms of the grant; and

WHEREAS, the Commission and the State Water Infrastructure Authority (the “Authority”) have developed and adopted evaluation criteria for grants from the VUR pursuant to G.S. 159G-35(c); and

WHEREAS, the Commission and the Authority have adopted resolutions approving the use of VUR funds for non-distressed units for the purpose of AIAs, rate studies, and/or MRF studies involving solutions for designated distressed units; and

WHEREAS, the local government units in the attached Tables 1 and 2 below are either distressed units or are non-distressed units partnering with distressed units in a regionalization solution; and

WHEREAS, the Act requires that units identified as distressed must, among other requirements: (1) conduct an asset assessment and rate study, as directed and approved by the Authority and the Local Government Commission [G.S. 159G-45(b)(1)]; and (2) develop an action plan, taking into consideration a short-term and a long-term plan for infrastructure repair, maintenance, and management; and long-term financial management to ensure the public water system or wastewater system will generate sufficient revenue to adequately fund management and operations, personnel, appropriate levels of maintenance, and reinvestment that facilitate the provision of reliable water or wastewater services [G.S. 159G-45(b)(3)]; and

WHEREAS, asset inventory and assessment studies are required of distressed units pursuant to G.S. 159G-45(b)(1), provide essential information on the condition of the assets in water and/or wastewater systems, support the development of short-term action plans required of distressed units under G.S. 159G-45(b)(3), identify factors relevant to developing a long-term action plan required of distressed units under G.S. 159G-45(b)(3), and assist the unit in identifying options for long-term viability of their systems; and

WHEREAS, merger/regionalization feasibility studies provide essential information on the options available to units regarding the management, financing, and regionalization of their water and/or wastewater systems, support the development of long-term action plans required of distressed units under G.S. 159G-45(b)(3), and assist the unit in identifying options for long-term viability of their systems; and

WHEREAS, the Authority approved Viable Utility Reserve grants for the AIA and MRF studies listed in the attached Tables 1 and 2 respectively at its February 18, 2026 meeting;

NOW THEREFORE, BE IT RESOLVED by the Commission, pursuant to its authority recited herein, that the Commission approves grants from the Viable Utility Reserve up to the maximum funding amounts for the AIA and MRF studies listed in the attached Tables 1 and 2.

I, Denise H. Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the Resolution adopted by the North Carolina Local Government Commission at its meeting held on April 1, 2026.

WITNESS my hand this 1st day of April 2026.

Denise H. Canada, Secretary
North Carolina Local Government Commission

Table 1. Asset Inventory and Assessment Grants Funded from the Viable Utility Reserve (VUR) Approved by SWIA on February 18, 2026

Local Government Unit Receiving Grant	County Location	Project Name	Amount
Belmont, City of	Gaston	Belmont Water AIA Project	\$200,000
Belmont, City of	Gaston	Belmont Sewer AIA Project	\$200,000
Benson, Town of	Johnston	2025 Water System AIA	\$180,000
Goldsboro, City of	Wayne	Goldsboro Water System Master Plan AIA	\$400,000
		TOTAL GRANTS AWARDED	\$980,000

Table 2. Merger/Regionalization Feasibility Study Grants Funded from the Viable Utility Reserve (VUR) Approved by SWIA on February 18, 2026

Local Government Unit Receiving Grant	County Location	Project Name	Amount
Beaufort County (See Note)*	Beaufort	The Beaufort County Utility Partnership	\$200,000
Greenevers, Town of	Columbus	Wastewater MRF Study	\$100,000
Princeton, Town of	Johnston	Princeton MRF	\$400,000
		TOTAL GRANTS AWARDED	\$700,000

***Note:** Beaufort County is not a distressed unit. The Beaufort County Utility Partnership includes several distressed utilities as partners in the study.



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

**RESOLUTION APPROVING GRANTS FROM THE VIABLE UTILITY RESERVE FOR
DRINKING WATER AND WASTEWATER PROJECTS**

WHEREAS, the North Carolina General Assembly enacted Session Law 2020-79, entitled in part “AN ACT TO IMPROVE THE VIABILITY OF THE WATER AND WASTEWATER SYSTEMS OF CERTAIN UNITS OF LOCAL GOVERNMENT . . . ; TO CREATE AND PROVIDE FUNDING FOR THE VIABLE UTILITY RESERVE TO PROVIDE GRANT MONEY FOR LOCAL GOVERNMENT UNITS, . . .” (the “Act”); and

WHEREAS, the Act amended Chapter 159G of the General Statutes (“G.S.”), establishing the Viable Utility Reserve (“VUR”) to be used for grants to local government units for specified purposes; and

WHEREAS, the Act amended Chapter 159G of the General Statutes by modifying G.S. 159G-32 to authorize the Department of Environmental Quality (the “Department”) to make grants from the VUR for specified purposes, including certain public water and wastewater infrastructure projects; and

WHEREAS, the Act amended Chapter 159G of the General Statutes by adding a new Subsection 159G-39(e), requiring that the Department shall not award a grant from the VUR unless the Local Government Commission (the “Commission”) approves the award of the grant and the terms of the grant; and

WHEREAS, the Commission and the State Water Infrastructure Authority (the “Authority”) have developed and adopted evaluation criteria for grants from the VUR pursuant to G.S. 159G-35(c); and

WHEREAS, the Authority approved Viable Utility Reserve grants for the drinking water projects and wastewater projects listed in the attached Tables 1 and 2 respectively at its February 18, 2026 meeting;

NOW THEREFORE, BE IT RESOLVED by the Commission, pursuant to its authority recited herein, that the Commission approves grants from the Viable Utility Reserve up to the maximum funding amounts for the drinking water projects and wastewater projects listed in the attached Tables 1 and 2.

I, Denise H. Canada, Secretary of the North Carolina Local Government Commission, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the Resolution adopted by the North Carolina Local Government Commission at its meeting held on April 1, 2026.

WITNESS my hand this 1st day of April 2026.

Denise H. Canada, Secretary
North Carolina Local Government Commission

PROPOSED

Table 1. Drinking Water Grants Funded from the Viable Utility Reserve (VUR) Approved by SWIA on February 18, 2026

Local Government Unit Receiving Grant (County Location)	Project Name	VUR Grant Amount	Additional Funding Awarded by SWIA to Fully Fund Unit Request (no LGC approval needed)
Aurora, Town of (Beaufort County)	Downtown Water Lines & Well 1 & 2 Rehab	\$607,397	*SRF – Principal Forgiveness \$1,822,192
Cerro Gordo, Town of (Columbus County)	Well #2 Rehabilitation	\$500,000	
Gibson, Town of (Scotland County)	Gibson Water Meter Replacement Project	\$478,000	
McAdenville, Town of (Gaston County)	McAdenville Main St Interconnect Project	\$989,845	SRF – Principal Forgiveness \$2,969,535
Newport, Town of (Carteret County)	Two New Wells for Newport	\$1,081,750	SRF – Principal Forgiveness \$1,081,750
Pink Hill, Town of (Lenoir County)	Automatic Meter Infrastructure Project	\$182,350	SRF – Principal Forgiveness \$182,350
Princeton, Town of (Johnston County)	Water System Improvements	\$248,495	SRF – Principal Forgiveness \$745,485
	TOTAL VUR GRANTS AWARDED	\$4,087,837	

*SRF: State Revolving Fund

Table 2. Wastewater Grants Funded from the Viable Utility Reserve (VUR) Approved by SWIA on February 18, 2026

Local Government Unit Receiving Grant (County Location)	Project Name	VUR Grant Amount	Additional Funding Awarded by SWIA to Fully Fund Unit Request (no LGC approval needed)
Aurora, Town of (Beaufort County)	Downtown Sewer Lines & Related Fixtures	\$2,956,775	
Bladenboro, Town of (Bladen County)	Bladen County Wastewater Regionalization	\$3,000,000	
Boardman, Town of (Columbus County)	Pump Station #1 Rehabilitation	\$1,580,000	
Farmville, Town of (Pitt County)	Johnsonfield Sewer Pump Station Improvements	\$2,000,000	
Grifton, Town of (Pitt County)	Grifton CWSRF-VUR Pump Station Improvements	\$5,980,000	
Hookerton, Town of (Greene County)	Multi Lift Station Rehab & Improvements	\$1,392,833	
Hot Springs, Town of (Madison County)	Housing Authority Sewer to Main WWTP	\$200,800	Wastewater State Reserve Grant \$3,000,000
Jamesville, Town of (Martin County)	WWTP Upgrade -- Phase II	\$4,802,500	
Norwood, Town of (Stanly County)	Mill Hill Sewer Rehabilitation Project	\$3,625,100	
Norwood, Town of (Stanly County)	Sanitary Sewer Replacement Project	\$4,764,725	
Pilot Mountain, Town of (Surry County)	Pilot Mtn Sewer Collection Rehab/Replace	\$950,300	SRF – Principal Forgiveness \$3,000,000 SRF Loan \$995,600
Princeton, Town of (Johnston County)	Collection System Repairs	\$966,188	
Ramseur, Town of (Randolph County)	Wastewater System Improvements	\$4,997,190	
Robbins, Town of (Moore County)	Wastewater System Improvements	\$4,996,575	
Walstonburg, Town of (Greene County)	Collection System Rehabilitation Phase 2	\$1,176,780	
Walstonburg, Town of (Greene County)	Pump Station #2 Rehabilitation	\$540,500	
Waynesville, Town of (Haywood County)	Little Champion Sewer Improvements	\$490,531	Wastewater State Reserve Grant \$3,000,000
Waynesville, Town of (Haywood County)	WWTP Resiliency Upgrades	\$6,500,000	
Wilkesboro, Town of (Wilkes County)	Middle School Wastewater Pump Station	\$1,948,300	
	TOTAL VUR GRANTS AWARDED	\$52,869,097	

Attachment C:
City of Rocky Mount
Financial Condition



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

March 12, 2026

[VIA ELECTRONIC MAIL]

City of Rocky Mount City Council
331 S. Franklin Street
PO Box 1180
Rocky Mount, NC 27802-1180

Mayor Roberson and City Council Members,

Thank you for the opportunity to speak with you earlier this week. I am following up to reiterate my clear message: Based on numbers prepared by your Finance Officer, the City is in a dire financial condition that can only be rectified by immediate and significant reductions in spending.

You face a dual challenge:

- You must immediately reduce spending to improve your cash situation. This cannot wait. Your staff's estimates show that as of July, 2026, you will no longer be able to make your debt service payments, pay your staff, or operate key services, unless you make budget cuts now.
- You must adopt an austere, structurally sound, balanced budget for FY 2026-27 that is built on accurate revenue estimates and that improves the cash position of every fund.

As Rocky Mount's governing body, you are required by the North Carolina General Statutes to manage public funds prudently and safeguard the City's fiscal health. **You are failing to uphold your responsibility under the statutes and to your citizens.**

Notice of Potential Local Government Commission Action

The Local Government Commission (LGC) has the authority to impound the town's books and records and assume full control of financial affairs if warranted (G.S. 159-181(c)). This week some City Council members asked whether the LGC could assume governance of the City—an option that would relieve you of making the difficult decisions required now.

In our 94-year history, the LGC has taken control of only 12 local government units. There should be no need to add Rocky Mount to that list. Every tool my staff and I would use is already available to you. Your staff have provided you with a list of potential budget cuts to address your immediate liquidity

crisis. If the LGC is required to step in, it will be because of a fundamental failure of leadership by you, who were elected by your citizens to safeguard the fiscal stability and integrity of your community.

However, I remain deeply concerned about your ability to make your upcoming debt service payments, which total nearly \$8.7 million in FY 2026-27. The LGC has a responsibility to Rocky Mount's citizens and bondholders to ensure that these debts are paid. Therefore:

You are requested and strongly encouraged to appear before the Local Government Commission at its April 1, 2026, meeting to discuss the Town's financial status and your corrective plan. Please bring an updated cash flow projection through the end of calendar year 2026, a revised budget for the current fiscal year that shows significant spending reductions, and details about the measures you will take to ensure that you do not run out of cash or fail to pay debt service expenses.

The meeting convenes at 1:30 PM at 3200 Atlantic Avenue, Raleigh, NC, 27604. Please ensure attendance by your Mayor, Mayor Pro Tem, City Manager, and Finance Officer. If possible, please ensure attendance by your external auditor. Further, please acknowledge receipt of this notice and provide the names/titles of your attendees for the April 1 LGC meeting by emailing me at denise.canada@nctreasurer.com.

Finally, I understand that the North Carolina League of Municipalities is waiving the registration fee should you choose to attend the March 31st course "Municipal Finance: Comprehensive Fiscal Training for Local Governments." I hope you choose to attend.

Respectfully,



Denise H. Canada
Secretary, Local Government Commission
Deputy Treasurer, State and Local Government Finance Division

cc: Elton Daniels, City Manager
Sharon Edmundson, North Carolina League of Municipalities
Rose Vaughn Williams, North Carolina League of Municipalities

Attachment D:
Town of Littleton
Financial Condition



NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA
DIVISION DIRECTOR

[VIA ELECTRONIC MAIL]

Town of Littleton Governing Board
112 E. South Main Street
PO Box 87
Littleton, NC 27850

Mayor Hogan and Board Members,

As the governing board of the Town of Littleton, you hold the fiduciary responsibility to manage public funds prudently and to safeguard the fiscal health of the unit for its taxpayers and residents. This duty includes setting expectations for compliance and overseeing adherence to the Local Government Budget and Fiscal Control Act (LGBFCA), G.S. Chapter 159 (Article 3), and related rules.

The LGBFCA expressly requires that each local government have its accounts audited annually by an independent certified public accountant and submit that audit to the Local Government Commission (G.S. 159-34(a)). This requirement is not procedural or discretionary. It is the statutory accountability mechanism established by the General Assembly to ensure transparency, fiscal integrity, and independent verification of compliance with the Act.

You are failing to uphold your responsibility under G.S. 159.

The annual audit provides the only independent reasonable assurance that the Town has materially:

- Maintained proper and reliable accounting records.
- Operated within an adopted and balanced budget ordinance.
- Complied with statutory preaudit requirements before incurring obligations.
- Safeguarded and properly accounted for public funds; and
- Adhered to the fiscal control framework mandated by Chapter 159.

Without completed and filed audits, there is no reliable basis for the Commission, the governing board, creditors, or the public to determine whether the Town is complying with State law.

As you know, Littleton has not submitted audited financial statements to our office since the FY 2019-20 audit, submitted December 21, 2020. Despite multiple assurances of progress, you have yet to file the FY 2020-21 audit, which was due to us on October 31, 2021. And you have missed the due dates for the subsequent four audits.

In the last 18 months, your town has repeatedly assured LGC staff that progress is being made. In both June 2024 and June 2025, you submitted appeals to the LGC stating that the FY 2020-21 audit was in the “process of being completed.” In June 2025, you additionally shared that “Our accountants and auditor hope to have our FY2021-2022 audit completed soon.”

Although the Town has engaged third-party professionals to prepare accounting records and conduct its audits, the statutes place ultimate responsibility for compliance squarely on **you**, the governing board. Hiring staff and engaging contractors does not delegate or diminish your responsibility.

You, as the governing board, are charged with managing the process, monitoring performance, and taking timely corrective action when statutory deadlines are not met. Continued reliance on vendor assurances, without decisive intervention despite repeated missed deadlines, does not satisfy your fiduciary obligations under Chapter 159.

Notice of Potential LGC Action

Given your lack of significant progress, I have no confidence in your ability to return the town to a state of financial compliance. The LGC can impound the town's books and records and assume full control of financial affairs if warranted (G.S. 159-181(c)). The Commission does not take this authority lightly and has no desire to exercise this authority; however, continued noncompliance may force escalation.

You are requested to appear before the Local Government Commission at its April 1, 2026, meeting to discuss the Town's financial management status and your corrective plan. The meeting convenes at 1:30 PM at 3200 Atlantic Avenue, Raleigh, NC, 27604.

Please ensure attendance by your Board Chair, Mayor, Finance Officer, and your outside accountant/auditor. Further, please acknowledge receipt of this notice and provide the names/titles of your attendees for the April 1 LGC meeting by emailing SLGFD@nctreasurer.com.

Respectfully,



Denise H. Canada

Secretary, Local Government Commission

Deputy Treasurer, State and Local Government Finance Division