

**NC Capital Facilities
Finance Agency**

Debt Approvals

Statutory Findings

§ 159D-40. Criteria and requirements.

(a) In undertaking any project pursuant to this Article, the agency shall be guided by and shall observe the following criteria and requirements listed below. The determination of the agency as to its compliance with these criteria and requirements is conclusive.

- (1) No project shall be sold or leased nor any loan made to any participating institution that is not financially responsible and capable of fulfilling its obligations, including its obligations under an agreement of sale or lease or a loan agreement to make purchase price payments, to pay rent, to make loan repayments, to operate, repair and maintain at its own expense the project and to discharge any other responsibilities imposed under the agreement of sale or lease or loan agreement.
- (2) Adequate provision shall be made for the payment of the principal of and the interest on the bonds and any necessary reserves for payment and for the operation, repair and maintenance of the project at the expense of the participating institution.
- (3) The public facilities, including utilities, and public services necessary for the project will be made available.
- (4) The projects shall be operated to serve and benefit the public and there shall be no discrimination against any person based on race, creed, color, or national origin.

(b) In making these determinations, the agency may consider the participating institution's experience and ratio of current assets to current liabilities; the participating institution's net worth, earnings trends, and coverage of fixed charges; the nature of the project involved; and any additional security for payment of the bonds and performance of the participating institution's obligations under the agreement of sale or lease or loan agreement, such as credit enhancement, insurance, guaranties, or property pledged to secure the payment and performance. (1985 (Reg. Sess., 1986), c. 794, s. 6; 1998-124, s. 6; 2000-179, s. 2.)



LGC Staff Analysis For:		NCCFFA: ENDEAVOR CHARTER SCHOOL, INC.	
Amount Not To Exceed	\$ 15,250,000	Financing Type Conduit Revenue Bonds	
Purpose and Type	Education School (K-12)		
Project Description	<p>The proposed refunding is to issue an Educational Facilities Revenue Refunding Bond (Endeavor Charter School Foundation, Inc.), Series 2026 to (1) refund the Public Finance Authority's Educational Facilities Revenue Bonds (Endeavor Charter School Foundation, Inc.), Series 2016 and 2020 and (2) pay costs of issuance.</p> <p>The 2016 and 2020 Series were originally issued in the aggregate principal amount of \$7,681,669 and \$11,500,000, respectively.</p>		
Statutory Reference	G.S. 159D- Article 2	Last Request to Borrow	02/2016; CONREV; \$7,681,669
Debt Management	<input checked="" type="checkbox"/> Good – no deficiencies and no defaults noted, or reasonable assurance of strict, lawfully compliant management proceeding forward.		
Proposed Bond Issue or Contract is Necessary or Expedient	The Agency finds the refunding necessary or expedient to further the Agency's objective in providing assistance to qualified institutions 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 debt service coverage ratio ranges from 2.18X to 3.17X for FY2026 - FY2030		
TEFRA Hearing Date	2/20/2026		
Terms	Lender/Purchaser/Bank	Landroval Municipal Finance, Inc.	
	Interest Rate	All-in synthetic fixed rate via swap: mid-market swap rate + mid-market spread + applicable spread All-in synthetic fixed rate: 4.22% for 21 years (3.16% + 0.21% + 0.85%)	
	Term	30 year amortization; put option at 21 years	
	Payment	Monthly principal and interest	
	Structure and Term	Level debt service	
	Final Maturity	Not to Exceed 12/31/2056	
Other:			



LGC Staff Analysis For:	NCCFFA: ENDEAVOR CHARTER SCHOOL, INC.
Marketability Moody's N/A	
S&P N/A	
Fitch N/A	

Financing Team			
Municipal Advisor	First Tryon Advisors, LLC		
Underwriter/Senior			
Underwriter's Counsel			
Bond Counsel	Parker Poe Adams & Bernstein, LLP		
Lender/Purchaser/Bank	Landroval Municipal Finance, Inc.		
Trustee			
Trustee's Counsel			
Borrower's Counsel	McGuireWoods, LLP		
Bank's Counsel	Miles & Stockbridge		

Amount Not to Exceed: \$ 15,250,000	
Sources:	Amount:
1 Par amount	\$ 15,250,000
2 Borrower equity	\$ 123,000
3	
4	
5	
6	
7	
8	
9	
10	
Total	\$ 15,373,000
Uses:	Amount:
1 Series 2020 refunding	\$ 10,915,719
2 Series 2016 refunding	\$ 4,081,851
3 Cost of issuance	\$ 375,000
4 Rounding amount	\$ 430
5	
6	
7	
8	
9	
10	
Total	\$ 15,373,000



**NORTH CAROLINA CAPITAL FACILITIES FINANCE AGENCY
RESOLUTION ADOPTING GUIDELINES FOR THE REVIEW AND APPROVAL OF
CONDUIT FINANCINGS**

WHEREAS, the North Carolina Capital Facilities Finance Agency (the "Agency") is charged with responsibilities including reviewing and approving or denying applications from "participating institutions" (as defined in G.S. 159D-37(6)) (hereinafter "Borrower") for the conduit financing of "projects" (as defined in G.S. 159D-37(6a)), and

WHEREAS, pursuant to G.S. 159D-5(1), the Agency is authorized to adopt rules, regulations, and policies in connection with the performance of its functions and duties; and

WHEREAS, pursuant to G.S. 159D-39(19), the Agency is authorized to do all other things necessary or convenient to carry out the purposes of G.S. Chapter 159D, Article 2, the "Private Capital Facilities Finance Act"; and

WHEREAS, the Agency wishes to adopt guidelines related to the review and approval of applications for conduit financing that:

1. Are based on the statutory criteria and requirements that the Agency must observe in order to approve a conduit financing application; and
2. Document the considerations made by Agency staff when reviewing applications and bringing them before the Agency for consideration and vote.

NOW THEREFORE, BE IT RESOLVED by the Agency, that the following guidelines are adopted for use by the Agency in the review and approval of applications for conduit financings that will be fixed rate public sale transactions:

Rating: Borrower is rated in "BB+/BB" category or better by S&P Global Ratings and Fitch Ratings or in "Ba1/Ba2" category by Moody's.

Longevity: Borrower has been in operation for more than 5 years.

Reporting: Borrower agrees to submit periodic reports to the Agency with respect to its operations as required by Agency staff, including but not limited to quarterly financial statements, annual audits, enrollment and waitlist reports, and charter status updates.

Feasibility: Borrower must submit with its application a third-party feasibility study regarding its financial projections (for sub-investment grade transactions only).

Investor Criteria/Bond Denomination:

- For sub-investment grade transactions, investors are limited to only Qualified Institutional Buyers (“QIB” as defined in SEC Rule 144A) and the authorized denominations of the bonds shall be no less than \$100,000. Initial buyers shall be required to sign an industry standard “investor letter.”
- For investment grade transactions, the authorized denominations of the bonds shall be no less than \$5,000.

Credit Enhancement: Borrower is required to have and the bond documents shall create a “debt service reserve fund” to protect against short-term cash flow problems (for sub-investment grade transactions only).

Structure: Fixed rate to maturity.

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I, Jennifer Wimmer, Secretary-Treasurer of the North Carolina Capital Facilities Finance Agency, DO HEREBY CERTIFY that the foregoing is a true and correct copy of the Resolution adopted by the North Carolina Capital Facilities Finance Agency at its meeting held on March 2, 2026.

WITNESS my hand this 2nd day of March 2026.

Jennifer Wimmer, Secretary-Treasurer
North Carolina Capital Facilities Finance Agency