Debt Ratios-Excluding Enterprise Funds

LOCAL GOVERNMENT COMMISSION AGENDA DECEMBER 5, 2017

| UNIT | | PROJECT | | | ROPOSED ISSUE IS NECESSARY AND EXPEDIENT | ADEQUATE NOT EXCESSIVE | DEBT MANAGEMENT | TAX INCREASE | TERMS/OTHER INFORMATION PREFERABLE TO A BOND ISSUE |
|---------------------------------------|--|--|---------------------|-------------------------------|--|---------------------------|------------------------|---------------------------|---|
| CITY OF FAYETTEVILLE | (1) Additional costs associated with the baseball | | | Neces | ssary and expedient | The City has received | No major deficiencies. | No tax increase is | Structure: Annual principal and semiannual interest payments. |
| \$7,300,000 | stadium a | and parking deck previous | ly approved by the | to inci | rease recreational | cost information for | No defaults noted. | required. Debt service | Straight line amortization for the term of the loan. |
| Baseball Stadium, Parking Deck, | , | accommodate an increase | | activities for City residents | | the stadium and | | will be paid from | |
| Pool | | celerate construction to n | | and to ensure previously | | parking deck directly | | revenues to the | Expected Ratings: S&P: AA, |
| Limited Obligation Bonds | | cessive inclement weathe | • | undertaken projects will be | | from the CMAR | | General Fund, parking | Expected Rate: |
| Series 2019 A (TAXABLE) & B | Hurricane Florence. (2) Constructing and equipping a | | | completed in the desired | | (Barton Malow | | revenues, Operating | Effective Interest Cost (TAX-EXEMPT): |
| 160A-20 | new pool | new pool at the City's Lake Rim Recreation Center. | | manner and timeframe. | | Company). Bid is in | | Lease payments from | Effective Interest Cost (TAXABLE): |
| Installment Contract | | | | | | hand for the swimming | | the Houston Astros, | Expected Underwriters Fee/\$1,000: |
| Public Offering | | | | | | pool. | | Fayetteville PWC economic | APPROVALS |
| | | | | | | | | development funding, | Amount Not To Exceed: |
| | | | | | | | | and a contribution from | Approval rate not to exceed (TAX-EXEMPT): |
| Expected Sources and Uses of Funds: | | SERIES A | SERIES B | | | | | Cumberland County. | Approval rate not to exceed (TAXABLE): |
| Sources: | | TAXABLE | TAX - EXEMPT | | TOTAL | | | , | Final Maturity not beyond: |
| Limited Obligation | | | | | | | | | , , |
| Bonds at Par: | \$ | 4,150,000 \$ | 2,900,000 | \$ | 7,050,000 | | | | FINANCING TEAM |
| Net Premium | | \$ | 215,239 | \$ | 215,239 | | | | Bond Counsel: Womble Bond Dickinson (US) LLP |
| Total Sources | \$ | 4,150,000 \$ | 3,115,239 | \$ | 7,265,239 | | | | Co-Bond Counsel: The Charleston Group |
| | | | | | | | | | Underwriter: Robert W. Baird; |
| Uses: | | | | | | | | | Underwriters' Counsel: Parker Poe Adams & Bernstein LLP |
| Project Costs | 4 | | | _ | | | | | Co-Underwriter's Counsel: Rand & Gregory, P.A. |
| Stadium | \$ | 2,500,000 | | \$ | 2,500,000 | | | | Trustee: U.S. Bank National Association |
| Parking Garage | \$ | 1,500,000 | 0.040.000 | \$ | 1,500,000 | | | | Financial Advisor: First Tryon Advisors |
| Pool | · C | \$ 400.004 | 3,010,393 | \$ | 3,010,393 | | | | Limited Obligation Dand atmesture is many timely and |
| Issuance Costs Underwriters' Discount | ф | 102,964 \$ | 71,978 | ъ Ф | 174,942 | | | | Limited Obligation Bond structure is more timely and feasible than G.O. Bonds |
| Total Uses | <u>\$</u> | 47,036 \$ 4,150,000 \$ | 32,868 3,115,239 | <u>Ф</u> | 79,904 7,265,239 | | | | reasible than G.O. Bonds |
| 10141 0363 | Ψ | Ψ,130,000 φ | 3,113,239 | Ψ | 1,200,209 | | | | |

| | | | | | | | | | _ | To Property | | Per |
|----------------------------------|------------------|-----------|----------------|------------------|---------------|----------------|-------------------------|------------|----------|-------------|----------|--------------|
| | | | | Bonds Authorized | | Assessed | Existing Debt Excluding | | | Values | | Capita |
| Purpose | Estimated Census | Amount | Public Hearing | & Unissued | | Valuation | Enterprise Funds | | Tax Rate | Before | After | Before |
| Auditoriums, Coliseums, Stadiums | 207,583 \$ | 2,603,278 | 4/8/2019 | \$ | 37,600,000 \$ | 13,915,972,913 | \$ | 73,912,207 | \$0.4995 | 0.80% | 0.85% \$ | 537 |
| Parking | \$ | 1,561,967 | | | | | | | | | Cu | mberland Co. |
| Recreation | \$ | 3,134,756 | | | | | | | | | | |
| | \$ | 7,300,000 | | | | | | | | | | |

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PROPOSED ISSUE IS

NECESSARY AND ADEQUATE NOT DEBT TERMS/OTHER INFORMATION
UNIT PROJECT EXPEDIENT EXCESSIVE MANAGEMENT TAX INCREASE PREFERABLE TO A BOND ISSUE

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PROPOSED ISSUE IS

NECESSARY AND ADEQUATE NOT DEBT TERMS/OTHER INFORMATION
UNIT PROJECT EXPEDIENT EXCESSIVE MANAGEMENT TAX INCREASE PREFERABLE TO A BOND ISSUE

3.388% 4.459 \$11.33

\$ 7,300,000 4.000% 5.000% 2039

| After | _ |
|-----------|---|
| \$ 572 | |
| \$ 306 | |

| | NTE= | \$ | 7,300,000 | PAR= | | |
|-----------|-----------|--|-----------|---|---|--|
| 2,500,000 | 0.356613 | \$ | 2,603,278 | | \$ | - |
| 1,500,000 | 0.213968 | \$ | 1,561,967 | | \$ | - |
| 3,010,393 | 0.429419 | \$ | 3,134,756 | | \$ | - |
| 7,010,393 | 1 | \$ | 7,300,000 | | | |
| | | | | | | |
| | 1,500,000 | 2,500,000 0.356613 1,500,000 0.213968 3,010,393 0.429419 | 2,500,000 | 2,500,000 0.356613 \$ 2,603,278 1,500,000 0.213968 \$ 1,561,967 3,010,393 0.429419 \$ 3,134,756 | 2,500,000 0.356613 \$ 2,603,278 1,500,000 0.213968 \$ 1,561,967 3,010,393 0.429419 \$ 3,134,756 | 2,500,000 0.356613 \$ 2,603,278 \$ 1,500,000 0.213968 \$ 1,561,967 \$ 3,010,393 0.429419 \$ 3,134,756 \$ |