

As with 8/17/15 CC

STATE OF NORTH CAROLINA
DEPARTMENT OF STATE TREASURER

State and Local Government Finance Division
and the Local Government Commission
325 North Salisbury Street, Raleigh, North Carolina 27603-1385

APPLICATION FOR APPROVAL OF INSTALLMENT PURCHASE
OR LEASE CONTRACTS

CHECK ONE: ☐ G. S. 160A-19 ☒ G. S. 160A-20
☐ G. S. 153A-165

1. Unit City of High Point Population 110,638 Date 9/9/2015
2. Project Description to upgrade public safety communications systems technology to current interoperability standards
3. Necessity City's current 800mhz communications system is 11 years old and does not meet current interoperability standards as required following FEMA-DHS protocols
4. Principal Amount to be Financed..... \$ 3,600,000
5. Interest to be paid during life of contract..... \$ 358,721
6. Amount due throughout life of contract..... \$ 3,958,721
(i.e., amount of periodic payment times number of payments. Should also be the total of 4 + 5 above.)
7. Estimated increase in tax rate by reason of proposed financing \$ -0-. If other funding sources are anticipated, explain in one of the following forms:
☐ LGC-108C Revenue Projection for Water and Sewer
☐ LGC-108D Revenue Project for Other Enterprises
☒ LGC-108E Repayment Plan for Non-Enterprise Purposes
8. Term of contract including options to renew (if any) 10 Years
9. Basis of design and estimated cost of project (engineer) See attached documents

Date construction bids will be opened Proposed upgrade equipment, software, and implementation contract services presented to City Council July 20, 2015

10. Capital budget based on estimates as of..... August 18, 2015

Estimated Cost		Funding Sources	
Construction Cost	<u>\$3,550,000</u>	Loan	<u>\$2,000,000</u>
Engineer or Arch. Fees	_____	Grants (indicate source)	_____
Land and Rt.-of-way	_____	Federal Transit Admin.....	_____
Special Counsel Fees	_____	NC Dept of Transportation	_____
Other Legal/Fiscal Cost.....	<u>5,100</u>	_____
Administrative Cost.....	_____	_____
Capitalized Interest	_____	_____
Contingency	<u>50,000</u>	Available Cash	<u>5,100</u>
.....	_____	Other.....	_____
Total	<u>\$3,605,100</u>	Total.....	<u>\$3,605,100</u>

11. The attached are furnished in support of this application:
- ☒ a. Certified copy of governing body resolution making necessary findings and authorizing the contract.
 - ☒ b. Publisher's Affidavit of the Notice of Hearing.
 - ☒ c. Certified copy of minutes of hearing.
 - ☒ d. Certified net debt statement.
 - ☒ e. Certified fiscal information by finance officer.
 - ☒ f. Revenue projections on repayment plan, Form 108C, 108D, or 108E.
 - ☐ g. Engineer's or architect's report establishing feasibility, if applicable.
 - ☒ h. Proposed financing contract.
 - ☐ i. Completed IRS form 8038-G (2 copies) (To be provided at loan closing).
 - ☒ j. Unit Attorney's Opinion.
 - ☐ k. Fee Arrangement Letters:
 - ☐ Special Counsel
 - ☐ Banker/Underwriter
 - ☐ l. Independent appraiser's report if applicable.
 - ☐ m. Bid specifications and summary of competitive bids from contractors.
 - ☒ n. Bid specifications and summary of competitive bids from banks and other financial institutions.
 - ☐ o. Required licenses and permits.
 - ☐ p. Evidence that plans and specs have been approved by appropriate State agencies.
 - ☐ q. Other: Specify _____
 - ☐ r. Engineer's/Architect's engagement letter (fee arrangement) and a copy of proposed contract
 - ☒ s. Application fee for installment/lease purchase agreement contract. Attach check for appropriate amount.
 - ☒ \$500 for private placement.
 - ☐ \$5,000 for public offering.
12. Current audited financial statements have been received by Fiscal Management. **Audit Reports are due October 31 each year.** For units with a calendar year or fiscal year not ending on June 30, audited financial statements should be received within four months of year-end. Yes ☒ No ☐
13. Unit's Attorney JoAnne Carlyle Telephone 336-883-3301 Fax 336-883-3052
Address City of High Point; PO Box 230; High Point, NC Zip 27261-0230
14. Financing contract/agreement with Whitney Bank

Contact Person Mark Stanley; Senior Vice President
Telephone 504-457-3935 Fax _____
15. Consulting Firm _____
(Architect or Engineer)
Contact Person _____ Title _____
Telephone _____ Fax _____
16. Unit's Authorized Agent Jeffrey A. Moore
Title Financial Services Director Telephone 336-883-3238 Fax 336-883-8572
Address P.O. Box 230; High Point, NC Zip 27261-0230

This application and supporting documents are deemed to be true and accurate to the best of my knowledge and belief.

Signature of Authorized Agent
(As Designated by Board)

September 15, 2015
Date

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SELECTED FISCAL INFORMATION AS CERTIFIED BY FINANCE OFFICER

Unit City of High Point

1. Ad Valorem Tax (current fiscal year):

Appraised Value	<u>\$9,137,873,047 (est)</u>	Tax Rate — General Fund	<u>\$0.616</u>
Total Levy	<u>\$59,854,492 (est)</u>	— Other funds	<u>0.034</u>
Uncollected at <u>8/31/15</u>	<u>\$31,712,404</u>	— Total	<u>\$0.650</u>
Percentage Collected	<u>47.0</u> %		

2. For the past 5 fiscal years, has there been a delay in payment or non-payment of matured bonds and coupons when presented to the unit's fiscal agent? NO (Yes; No). If yes, explain circumstances on separate statement.

3. Information relating to compliance with Local Government Budget and Fiscal Control Act:
(If answer to any question in this item is No, furnish explanation.)

	<u>Yes</u>	<u>No</u>
A. Purchasing and Contracts		
(1) Are purchase orders issued for all commitments over a minimum amount?	<u>Yes</u>	<u> </u>
(2) Do all purchase orders include a preaudit certificate signed by the finance officer (or properly appointed deputy)?	<u>Yes</u>	<u> </u>
(3) Are all purchase orders posted to appropriate expenditure accounts as encumbrances?	<u>Yes</u>	<u> </u>
B. Other:		
(1) Do checks or drafts on an official depository bear on their face a preaudit certificate, of sufficient unencumbered appropriation signed by the finance officer (or properly appointed deputy)?	<u>Yes</u>	<u> </u>
(2) Are the finance officer, tax collector, and other employees (as required) properly bonded according to G.S. 159-29?	<u>Yes</u>	<u> </u>
(3) Did the budget provide for all deficits, if any, as shown in the audit report for the prior year?	<u>N/A</u>	<u> </u>

C. Please include a description of any material instance of misfeasance or malfeasance (within the last three years) which might affected the credit of the unit. No material issues

I certify the above is correct to the best of my knowledge	Finance Officer's Signature	Date September 15, 2015
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D. Additional Loan and Grant procedures for a Capital Project Ordinances**(1) Loans**

Pursuant to G.S. 159-26(b)(6), a capital project fund is required to account for all debt instrument proceeds used to finance capital projects. To facilitate budgetary and accounting control, it is required that a capital project ordinance, pursuant to G.S. 159-13.2, be adopted by the governing board authorizing all appropriations necessary for the completion of the project. Will the unit prepare and adopt a balanced capital project ordinance covering the life of the project? ☒ YES ☐ NO

(2) Grants

To facilitate budgetary and accounting control, it is required that a grant project ordinance, pursuant to G.S. 159-13.2, with a corresponding capital project fund, be adopted by the governing board authorizing all appropriations necessary for the completion of the project. Will the unit prepare and adopt a balanced capital project ordinance covering the life of the project? ☐ YES ☐ NO

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REPAYMENT PLAN FOR NON-ENTERPRISE PROJECTS

Complete if the proposed financing is for non-enterprise purposes. List below the available sources of repayment and the amounts available to service debt over a three-year period. Explain **in detail** and attach supporting schedules.

AVAILABLE AMOUNT

<u>Available Sources</u>	Fiscal Year <u>2016</u>	Fiscal Year <u>2017</u>	Fiscal Year <u>2018</u>
General Revenues	\$ 197,936	\$ 395,872	\$ 395,872
Total Amount Available	\$ 197,936	\$ 395,872	\$ 395,872
Debt Service Amount	\$ 197,936	\$ 395,872	\$ 395,872

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STATEMENT OF DEBT

For City of High Point, North Carolina

To be filed with the application. The debt described below should not include debt incurred or to be incurred in anticipation of the collection of taxes or other revenues or in anticipation of the sale of bonds other than funding or refunding bonds. The debt described below should not include revenue bonds or special obligation bonds.

A. Gross Debt

1. Outstanding debt evidenced by bonds:

<u>Purpose</u>	<u>Amount</u>	
Water	49,189,455	
Sanitary Sewer	128,418,260	
Electric	-	
Gas	-	
Other	79,752,285	\$ <u>257,360,000</u>

2. The proposed financing, and bonds authorized by orders introduced but not yet adopted:

<u>Date</u>	<u>Purpose</u>	<u>Amount</u>	
8/17/15	Public Safety Facilities	3,600,000	\$ <u>3,600,000</u>

3. Unissued bonds authorized by adopted orders:

<u>Date</u>	<u>Purpose</u>	<u>Amount</u>	
			\$ <u>0</u>

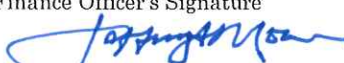
4. Outstanding debt not evidenced by bonds (lease-purchase agreements):

<u>Date</u>	<u>Purpose</u>	<u>Amount</u>	
11/4/03	Guaranteed Energy Savings	61,256	
12/22/09	Workforce Development Bldg	900,000	
4/25/12	Computer Storage Equipment	129,619	
6/19/12	Fire Trucks	492,436	
4/15/15	Computer Storage Equipment	370,499	
6/15/15	Fleet Equipment	1,419,086	\$ <u>3,372,896</u>

Total Gross Debt (Sum of 1, 2, 3 and 4) \$ 264,332,896

B. Deductions

1. Funding and refunding bonds authorized by orders introduced but not yet adopted \$ _____
 2. Funding and refunding bonds authorized but not issued ... \$ _____
 3. Amount held in sinking funds or otherwise for the payment of gross debt other than debt incurred for water, gas, electric light or power purposes or sanitary sewer purposes (to the extent deductible under Section 159-55[b] of the Local Government Bond Act), or two or more of these purposes..... \$ 17,180,457
 4. Bonded debt included in gross debt and incurred or to be incurred for water, gas or electric light or power purposes, or any two or more of these purposes. \$ 49,189,455
 5. Bonded debt included in gross debt and incurred or to be incurred for sanitary sewer system purposes (to the extent deductible under Section 159-55[b] of The Local Government Bond Act). \$ 128,418,260
 6. Uncollected special assessments levied for local improvements for which gross debt (that is not otherwise deducted) was or is to be incurred, to the extent it will be applied, when collected, to the payment of such gross debt. \$ _____
 7. Estimate of special assessments to be levied for local improvements for which any part of gross debt (that is not otherwise deducted) was or is to be incurred, to the extent that the special assessments when collected, will be applied to the payment of any part of gross debt..... \$ _____
- Total Deductions (Sum of 1 through 7) \$ 194,788,172
- C. **Net Debt** being the difference between Total Gross Debt (A) and Total Deductions (B). \$ 69,544,724
- D. **Assessed Value** of property subject to taxation being the value from which the assessed value was last fixed for taxation as revealed by the County tax records and certified by the County Tax Supervisor. \$ 8,276,708,719
- E. **Percentage that Net Debt** bears to the assessed value of property subject to taxation (C ÷ D)..... 0.84%

I certify the above is correct to the best of my knowledge.	Finance Officer's Signature 	Date September 14, 2015
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STATE OF NORTH CAROLINA)
) ss.:
COUNTY OF GUILFORD)

_____Jeffrey A. Moore_____, being duly sworn, says that he is
the Financial Services Director of the City of High Point
in the State of North Carolina; and that the foregoing statement is true and was made and
subscribed by him.


Finance Officer

Sworn to and subscribed before me on
the day of the date of said statement


(Notary Public)

CYNTHIA C. DUNCAN-SMITH
NOTARY PUBLIC
GUILFORD COUNTY, NC

My commission expires the 18 day of January, 2020.

STATE OF NORTH CAROLINA)
) ss.:
COUNTY OF GUILFORD)

I, the undersigned _____ City Clerk _____ of the _____ City _____
of _____ High Point _____ in the State of North Carolina, DO HEREBY CERTIFY that the
foregoing statement and accompanying affidavit were filed in my office on the _____ 16th _____ day of
_____ September _____, 20 15.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said County, this
16th day of September, 2015.



[Signature]
Clerk