

# CITY OF HIGH POINT

## AGENDA ITEM



### **Title: Public Hearing for Issuance of Series 2020 Limited Obligation Bonds**

**From:** Bobby D. Fitzjohn, Financial Services Director

**Meeting Date:** March 2, 2020

**Public Hearing:**

**Advertising Date /** February 19, 2020

**Advertised By:** Clerk

**Attachments:** Affidavit

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### **PURPOSE:**

To hold a public hearing on March 2, 2020 at 5:30 p.m. for the purpose of receiving public comments on the issuance of up to \$18.25 million Limited Obligation Bonds (LOBs) to fund the construction of the Police Department Headquarters and Communications Center.

### **BACKGROUND:**

The City intends to issue up to \$18.25 million Limited Obligation Bonds (LOBs) in April 2020, to fund the construction of the new Police Department Headquarters and Communications Center. City Council approved a construction services agreement with Samet Corporation in December 2019.

On March 2<sup>nd</sup>, City Council will consider approving an installment financing contract for the proposed financing.

### **BUDGET IMPACT:**

No increase in property taxes is needed to service the debt related to the proposed Series 2020 LOBs.

### **RECOMMENDATION / ACTIONS REQUESTED:**

The Financial Services Department recommends Council open a public hearing to receive public comment on the Issuance of 2020 LOBs on March 2, 2020 at 5:30 p.m.

## NOTICE OF PUBLIC HEARING

The City Council (the "*City Council*") of the City of High Point, North Carolina (the "*City*") is considering authorizing the City to proceed with entering into an installment financing contract (the "*Contract*") in a principal amount not to exceed \$18,250,000, under which the City will make certain installment payments, to (1) finance the renovation, improvement and expansion of a facility to be used as a police headquarters/communications center located at 1730 Westchester Drive, High Point, North Carolina (the "*Project*") and (2) pay the costs related to the execution and delivery of the Contract. In connection with the Contract, the City expects to enter into a deed of trust and security agreement (the "*Deed of Trust*") under which the City's interest in the real property on which the Project will be located and the improvements thereon (the "*Mortgaged Property*") will be mortgaged by the City to create a lien thereon for the benefit of the entity, or its assigns, providing the funds to the City under the Contract.

The Contract and the Deed of Trust will permit the City to enter into amendments to refinance the Project and finance additional projects using the Mortgaged Property as collateral and the City may or may not grant additional collateral in connection with such amendments. On payment by the City of all installment payments due under the Contract, including any future amendments to finance or refinance projects, the Deed of Trust and any lien created thereunder will terminate and the City's title to the Mortgaged Property will be unencumbered.

*NOTICE IS HEREBY GIVEN*, pursuant to Section 160A-20 of the General Statutes of North Carolina, that on March 2, 2020 at or about 5:30 p.m. the City Council will conduct a public hearing in the Council Chambers of the Municipal Building located at 211 South Hamilton Street in High Point, North Carolina, concerning the approval of the execution and delivery of the Contract and the City's financing of the Project. All interested parties are invited to present comments at the public hearing regarding the execution and delivery of the Contract and the financing of the Project thereby.

Lisa B. Vierling  
City Clerk  
City of High Point, North Carolina