



MOORE COUNTY BOARD OF COMMISSIONERS

TUESDAY, OCTOBER 4, 2016

REGULAR MEETING

The Moore County Board of Commissioners met for a Regular Meeting at 5:30 p.m., Tuesday, October 4, 2016 in the Commissioners' Meeting Room on the second floor of the Historic Courthouse in Carthage, North Carolina.

Commissioners Present: Chairman Nick Picerno, Vice Chairman Randy Saunders, Jerry Daeke, Catherine Graham, Otis Ritter

Commissioners Absent: None

Chairman Picerno called the meeting to order at 5:30 p.m. Pastor Chris Hrabosky of Seven Lakes Baptist Church provided the invocation and Internal Auditor Tami Golden led the Pledge of Allegiance.

The Chairman asked whether any commissioner had a conflict of interest concerning agenda items the Board would discuss during the meeting and no conflicts were stated.

PUBLIC COMMENT PERIOD

There were no speakers.

PRESENTATIONS

Limited Obligation Bond / USDA Loans Refunding Opportunity

Mr. Mitch Brigulio, representing the County's financial advisors Davenport and Company, provided an update on a Limited Obligation Bonds and USDA refunding opportunity. Mr. Brigulio's presentation is hereby incorporated as a part of these minutes by attachment as Appendix A.

CONSENT AGENDA

Upon motion made by Vice Chairman Saunders, seconded by Commissioner Graham, the Board voted 5-0 to approve the following consent agenda items:

- Minutes: September 20, 2016 Regular Meeting and Closed Session
- Donation of 2 Surplus Patrol Cars to Sandhills Community College
- Acceptance of Sandhills Alliance Church Deed of Dedication
- Additions to Fee Schedule for Department of Aging

Resolution Authorizing Upset Bid Process for Well Lot 9A

The surplus patrol cars resolution and upset bid resolution for Well Lot 9A are hereby incorporated as a part of these minutes by attachment as Appendices B and C, respectively.

PUBLIC HEARINGS

Public Hearing/Administration – Limited Obligation Bonds and USDA Refunding

Chief Financial Officer Caroline Xiong reviewed that the public hearing regarded the issuance of limited obligation bonds of the County in an amount not to exceed \$33,000,000 in order to refund certain existing limited obligation bonds and to acquire refunding bonds of the East Moore Water District. Chairman Picerno opened the public hearing. There were no speakers. Chairman Picerno closed the public hearing. The Board discussed its various options regarding this matter and upon motion made by Vice Chairman Saunders, seconded by Commissioner Ritter, the Board voted 5-0 to adopt a resolution making certain findings and determinations regarding the issuance of Limited Obligation Bonds of the County. The resolution is hereby incorporated as a part of these minutes by attachment as Appendix D. Upon motion made by Vice Chairman Saunders, seconded by Commissioner Graham, the Board voted 5-0 to refund the 2010 Limited Obligation Bonds with Raymond James and to continue to pursue the USDA loans as a public sale.

Call to Public Hearing/Planning – Text Amendment to the Unified Development Ordinance

Planning Director Debra Ensminger asked the Board to call a public hearing regarding proposed text amendments to the Unified Development Ordinance. Upon motion made by Commissioner Graham, seconded by Commissioner Ritter, the Board voted 5-0 to call a public hearing on October 18, 2016 at 5:30 p.m. to consider the request for Unified Development Ordinance text amendments.

Call to Public Hearing/Planning – FY18 5311 Community Transportation Program Funding Application

Planning Director Debra Ensminger asked the Board to call a public hearing regarding the fiscal year 2018 Community Transportation Program application. Upon motion made by Commissioner Graham, seconded by Commissioner Ritter, the Board voted 5-0 to call a public hearing on October 18, 2016 regarding the FY18 5311 Community Transportation Program application.

Call to Public Hearing/Monarch – FY18 Enhanced Mobility of Seniors and Individuals with Disabilities Funding Application

Ms. Rahnelle Rosado, representing Monarch, requested the Board call a public hearing regarding Monarch's application for NCDOT funding. Upon motion made by Chairman Picerno, seconded by Vice Chairman Saunders, the Board voted 5-0 to call a public hearing on October 18, 2016 at 5:30 p.m. or shortly thereafter regarding Monarch's consolidated capital projects application for North Carolina Department of Transportation funding for Enhanced Mobility of Seniors and Individuals with Disabilities for FY2018.

Call to Public Hearing/Legal – Economic Development Incentive

County Attorney Misty Leland requested the Board hold a public hearing regarding an economic development incentive agreement with Reliance Packaging, LLC. Ms. Leland reviewed revisions that had been made to the proposed agreement. Upon motion made by Vice Chairman Saunders, seconded by Commissioner Graham, the Board voted 5-0 to call a public hearing on November 1, 2016 at 5:30 p.m. to consider entering into an economic development agreement with Reliance Packaging, LLC. The Chairman inquired regarding the

amount of the company's capital investment that was taxable by the County and County Manager Wayne Vest offered explanation.

NEW BUSINESS

Moore County Schools:

NC Education Lottery Application: Land Acquisition for New Southern Pines Elementary School

Mr. John Birath, Executive Officer for Operations for Moore County Schools, requested the Board's approval of a NC Education Lottery funds application for land acquisition for the new Southern Pines Elementary School. Upon motion made by Vice Chairman Saunders, seconded by Chairman Picerno, the Board voted 5-0 to approve the Public School Building Fund NC Education Lottery application.

Public Works:

Request for Approval of Water Pollution Control Plant Service Contract for Bio-Solids Trucking

Public Works Director Randy Gould introduced Water Pollution Control Plant Superintendent Janna Nall, who requested the Board's approval of a service contract in the amount of \$62,600 with Fat Monkey Express for the trucking of wastewater bio-solids from the WPCP to the Anson Waste Management Facility. Upon motion made by Commissioner Ritter, seconded by Commissioner Daeke, the Board voted 5-0 to approve the service contract with Fat Monkey Express.

Request for Approval of Camp Easter Road Water Project Ordinance

Mr. Gould reviewed that the County wished to extend water service along Camp Easter Road to serve a proposed school and other users. The water service would be provided by and become part of the East Moore Water District. He requested approval of a project ordinance for this project. Upon motion made by Vice Chairman Saunders, seconded by Commissioner Graham, the Board voted 5-0 to recess as the Moore County Board of Commissioners and convene as the East Moore Water District Board of Directors. Upon motion made by Vice Chairman Saunders, seconded by Commissioner Ritter, the Board voted 5-0 to approve the project ordinance for the Camp Easter Road Water Project and authorize the Chairman of the East Moore Water District to sign. Upon motion made by Commissioner Graham, seconded by Commissioner Ritter, the Board voted 5-0 to adjourn as the East Moore Water District Board of Directors and reconvene as the Moore County Board of Commissioners. The project ordinance is hereby incorporated as a part of these minutes by attachment as Appendix E.

Request for Approval of Camp Easter Road Sewer Project Ordinance

Mr. Gould requested approval of a project ordinance for sewer service along Camp Easter Road. The service would be provided by and become a part of Moore County Public Utilities. Upon motion made by Vice Chairman Saunders, seconded by Commissioner Graham, the Board voted 5-0 to approve the project ordinance for the Camp Easter Road Sewer Project and authorize the Chairman of the Moore County Board of Commissioners to sign. The project ordinance is hereby incorporated as a part of these minutes by attachment as Appendix F.

Legal:

Consideration of Revision to Moore County Noise Ordinance

County Attorney Misty Leland reviewed that at a work session held by the Board in the previous month, the Sheriff had recommended the commissioners consider revising the noise ordinance to authorize the issuance of citations as necessary at any time. Upon motion made by Commissioner Daeke, seconded by Commissioner Graham, the Board voted 4-1 (Daeke, Graham, Ritter, Saunders – for; Picerno – opposed) to approve the revision of section 10-41(3) of the Moore County Noise Ordinance deleting the hours of “between 11:00 p.m. and 7:00 a.m.” in order to provide the Sheriff the authority to issue citations as necessary at any time.

Administration:

Request for Adoption of Resolution Regarding Moore County Schools Funding Formula

County Manager Wayne Vest reviewed a resolution providing an annual funding formula for Moore County Schools’ current expense, capital outlay, digital learning, and the decline in debt service allocation. Upon motion made by Chairman Picerno, seconded by Commissioner Graham, the Board voted 5-0 to approve the resolution to approve the annual funding formula for Moore County Schools. The resolution is hereby incorporated as a part of these minutes by attachment as Appendix H.

Request for Adoption of Resolution Regarding Sandhills Community College Funding Formula

Mr. Vest asked the Board to consider approval of a resolution to amend the annual funding formula for Sandhills Community College current expense allocation to include all phases of the funding formula into one resolution including current expense, the allocation of reduction in debt service dollars, loan repayment, and the 6% unassigned general fund balance allocation based on certain considerations. Following discussion, upon motion made by Commissioner Daeke, seconded by Vice Chairman Saunders, the Board voted 5-0 to approve the resolution to amend the annual funding formula for Sandhills Community College as follows: annual funding allocation for college current expense will be calculated at 6% of budgeted County general fund revenue of property and sales tax excluding any revenue budgeted for Article 46 (1/4 %) sales tax; the decline in debt service will be allocated based upon the amount of current annual debt service due through FY29 (Exhibit A attached) prior to the 2016 bond refunding project. The resolution is hereby incorporated as a part of these minutes by attachment as Appendix I.

Request for Adoption of Resolution Regarding Courts Facility Project Funding

Mr. Vest requested the Board’s approval of a resolution for the funding of the Moore County Courts Facility project. Following discussion, upon motion made by Commissioner Graham, seconded by Commissioner Ritter, the Board voted 5-0 to approve the resolution to approve the annual funding formula for the Moore County Courts Facility project as follows: the decline in debt service for non-educational debt for the 2010 Limited Obligation Bonds for the Rick Rhyne Public Safety Center as referenced in Exhibit A, Column 4; the decline in debt service from the refunding of the 2009 and 2009 General Obligation Bonds for the Schools and College on May 31, 2016 as referenced in Exhibit A, Column 5. The resolution is hereby incorporated as a part of these minutes by attachment as Appendix J.

APPOINTMENTS

RSVP Advisory Council

Upon motion made by Commissioner Daeke, seconded by Vice Chairman Saunders, the Board voted 5-0 to appoint Marie Carbrey and Marilyn McCollum to the RSVP Advisory Council for three-year terms expiring October 31, 2019.

Library Board of Trustees

Upon motion made by Commissioner Daeke, seconded by Commissioner Ritter, the Board voted 5-0 to waive the term limit and reappoint Barbara Allred to the Library Board of Trustees for an additional three-year term expiring October 31, 2019.

MANAGER'S REPORT

County Manager Wayne Vest reported that County staff was monitoring the path of Hurricane Matthew and a state of emergency proclamation was prepared for the Chairman's signature in case it was needed. Mr. Vest also informed the Board that the next employee service award luncheon was scheduled for November 1st.

COMMISSIONERS' COMMENTS

Vice Chairman Saunders shared that he would be absent from the Board's November 1st meeting due to a business trip. He encouraged everyone to be safe during the coming storm (Hurricane Matthew).

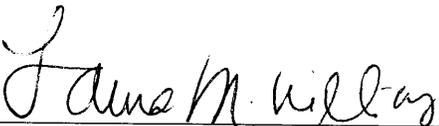
Commissioner Graham expressed her thanks to those in attendance at the meeting and said she was particularly glad to see Mike Griffin, retired Chief Financial Officer for Moore County Schools.

Commissioner Daeke, celebrating his birthday the coming Thursday, thanked everyone for their good wishes. Public Works Director Randy Gould then led everyone present in singing the "Happy Birthday" song to Commissioner Daeke.

Chairman Picerno commented on the funding resolutions the Board had passed being policy/guidance. He discussed a deficiency in the State's funding formula for teachers and encouraged contacting legislators to let them know how important it was to correct this issue.

ADJOURNMENT

There being no further business, upon motion made by Commissioner Graham, seconded by Vice Chairman Saunders, the Board voted 5-0 to adjourn the October 4, 2016 regular meeting of the Moore County Board of Commissioners at 6:44 p.m.



Laura M. Williams, Clerk to the Board



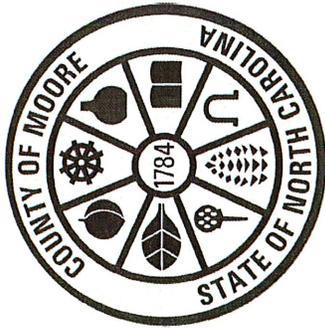


Nick J. Picerno, Chairman

Appendix A
10/4/2016

Limited Obligation Bonds & USDA Refunding Summary

Moore County, North Carolina



October 4, 2016

DAVENPORT & COMPANY
Member NYSE | FINRA | SIPC

Refinancing of 2010 LOBs

Direct Bank Loan – Raymond James Bid



Summary of Refunding Results

1	Bonds Refunded	
2	Par Refunded	\$ 18,130,000
3	Coupon	3.625% - 5.000%
4	Call Date	6/1/2020
5	Call Price	100.00%
6	Maturities Refunded	6/1/21 - 6/1/31
7		
8	Refunding Bonds	
9	Bond Par Amount	\$ 20,989,000
10	Final Maturity	6/1/2031
11	True Interest Cost	2.083%
12	All-In TIC	2.162%
13		
14	Savings	
15	Gross Savings	\$ 1,441,815
16	Net PV Savings	\$ 1,254,889
17	Net PV Savings %	6.922%
18	Average Annual Savings	\$ 96,121
19		
20	Negative Arbitrage	
21	Arbitrage Yield	2.083%
22	Escrow Yield	0.950%
23	Negative Arbitrage	\$ 748,135

Annual Savings

Year	Annual Savings	
	Net Prior Bond Debt Service	Net Refunding Debt Service
6/30/2017	833,863	772,870
6/30/2018	833,863	735,184
6/30/2019	833,863	734,706
6/30/2020	833,863	735,105
6/30/2021	2,658,863	2,560,361
6/30/2022	2,587,613	2,489,060
6/30/2023	2,515,363	2,416,313
6/30/2024	2,442,113	2,343,161
6/30/2025	2,377,863	2,279,623
6/30/2026	2,321,263	2,222,516
6/30/2027	2,271,119	2,172,717
6/30/2028	1,430,250	1,332,081
6/30/2029	1,396,000	1,297,825
6/30/2030	1,365,500	1,266,754
6/30/2031	1,333,500	1,234,805

Total	\$ 26,034,894	\$ 24,593,079	\$ 1,441,815
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Notes;

-Savings net of Fixed Cost of Issuance of \$125,000 plus upfront bank costs of \$52,473.

-Assumes a closing date of 11/17/2016.

Refinancing of 2010 LOBs

Public Sale – Estimated Savings Subject to Market Movement



Summary of Refunding Results

1	Bonds Refunded		
2	Par Refunded	\$	18,130,000
3	Coupon		3.625% - 5.000%
4	Call Date		6/1/2020
5	Call Price		100.00%
6	Maturities Refunded		6/1/21 - 6/1/31
7			
8	Refunding Bonds		
9	Bond Par Amount	\$	17,075,000
10	Final Maturity		6/1/2031
11	True Interest Cost		2.023%
12	All-In TIC		2.185%
13			
14	Savings		
15	Gross Savings	\$	1,473,935
16	Net PV Savings	\$	1,259,767
17	Net PV Savings %		6.949%
18	Average Annual Savings	\$	98,262
19			
20	Negative Arbitrage		
21	Arbitrage Yield		1.861%
22	Escrow Yield		0.941%
23	Negative Arbitrage	\$	597,166

Annual Savings

Year	Annual Savings		Annual Savings
	Net Prior Bond Debt Service	Net Refunding Debt Service	
6/30/2017	416,931	372,578	44,353
6/30/2018	833,863	808,000	25,863
6/30/2019	833,863	808,000	25,863
6/30/2020	833,863	808,000	25,863
6/30/2021	2,658,863	2,538,000	120,863
6/30/2022	2,587,613	2,466,500	121,113
6/30/2023	2,515,363	2,394,250	121,113
6/30/2024	2,442,113	2,316,250	125,863
6/30/2025	2,377,863	2,252,750	125,113
6/30/2026	2,321,263	2,198,000	123,263
6/30/2027	2,271,119	2,146,500	124,619
6/30/2028	1,430,250	1,308,000	122,250
6/30/2029	1,396,000	1,273,000	123,000
6/30/2030	1,365,500	1,242,600	122,900
6/30/2031	1,333,500	1,211,600	121,900

Total	\$	25,617,963	\$	24,144,028	\$	1,473,935
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Public market interest rates could increase by approximately 2 basis points in order to achieve the same gross savings as the Raymond James direct bank loan.

Notes:

- Savings net of Fixed Cost of Issuance of \$250,000 and Underwriter's Discount of \$57,145.
- Interest rates are preliminary and subject to change.
- Assumes a closing date of 12/15/2016.

Refunding of 2010 LOBs, 2003, 2008A, & 2008B USDA

Current Market Rates – Estimated Savings Subject to Market Movement



Summary of Refunding Results

	2010 - LOBs	2003 USDA	2008A USDA	2008B USDA	USDA Subtotal	Total
1 Bonds Refunded						
2 Par Refunded	\$ 18,130,000	\$ 1,498,500	\$ 4,631,000	\$ 2,466,000	\$ 8,595,500	\$ 26,725,500
3 Coupon	3.625% - 5.000%	4.500%	4.500%	4.125%	N/A	N/A
4 Call Date	6/1/2020	Current	Current	Current	N/A	N/A
5 Call Price	100.00%	100.00%	100.00%	100.00%	N/A	N/A
6 Maturities Refunded	6/1/21 - 6/1/31	6/1/17 - 6/1/42	6/1/17 - 6/1/48	6/1/17 - 6/1/48	N/A	N/A
7						
8 Refunding Bonds						
9 Bond Par Amount	\$ 17,020,000	\$ 1,380,000	\$ 4,385,000	\$ 2,335,000	\$ 8,100,000	\$ 25,120,000
10 Final Maturity	6/1/2031	6/1/2042	6/1/2046	6/1/2046	N/A	6/1/2046
11 True Interest Cost	2.023%	2.925%	3.010%	3.011%	N/A	2.438%
12 All-In TIC	2.144%	3.015%	3.092%	3.092%	N/A	2.542%
13						
14 Savings						
15 Gross Savings	\$ 1,553,388	\$ 364,272	\$ 1,556,669	\$ 638,506	\$ 2,559,447	\$ 4,112,834
16 Net PV Savings	\$ 1,289,992	\$ 276,397	\$ 1,021,404	\$ 402,626	\$ 1,700,428	\$ 2,990,420
17 Net PV Savings %	7.115%	18.445%	22.056%	16.327%	19.783%	11.189%
18 Average Annual Savings	\$ 103,559	\$ 14,010	\$ 48,646	\$ 19,953	\$ 79,983	\$ 128,526
19						
20 Negative Arbitrage						
21 Arbitrage Yield	2.185%	2.185%	2.185%	2.185%	2.185%	2.185%
22 Escrow Yield	0.941%	0.000%	0.000%	0.000%	0.000%	0.941%
23 Negative Arbitrage	\$ 802,402	\$ -	\$ -	\$ -	\$ -	\$ 802,402

Notes:

- Savings net of Fixed Cost of Issuance of \$275,000 and Underwriter's Discount of \$84,068.
- Interest rates are preliminary and subject to change.
- Assumes a closing date of 12/15/2016.



Refunding of 2010 LOBs, 2003, 2008A, & 2008B USDA

Current Market Rates – Estimated Savings Subject to Market Movement

Year	Annual Savings				Total	
	2010 - LOBs	2003 USDA	2008A USDA	2008B USDA		USDA Subtotal
6/30/2017	45,506	9,387	24,459	4,845	81,197	
6/30/2018	28,363	15,870	34,995	13,364	64,229	
6/30/2019	28,363	11,740	38,110	14,914	93,126	
6/30/2020	28,363	13,193	35,045	11,381	59,619	
6/30/2021	128,363	14,405	38,845	13,366	66,616	
6/30/2022	128,363	16,400	37,315	10,719	64,434	
6/30/2023	128,113	12,805	36,900	13,239	62,944	
6/30/2024	127,613	14,893	36,555	10,676	62,124	
6/30/2025	131,863	16,890	37,280	13,281	67,451	
6/30/2026	129,763	13,798	37,030	10,804	64,631	
6/30/2027	130,869	16,365	37,850	13,494	67,709	
6/30/2028	128,250	13,320	38,695	12,101	64,116	
6/30/2029	128,800	15,435	38,365	14,185	67,985	
6/30/2030	128,500	12,938	38,010	12,186	63,134	
6/30/2031	132,300	15,005	38,630	15,264	68,899	
6/30/2032	-	11,960	34,180	12,218	58,358	
6/30/2033	-	14,503	34,860	15,289	64,651	
6/30/2034	-	11,910	35,470	13,236	60,616	
6/30/2035	-	14,883	37,010	12,260	64,153	
6/30/2036	-	12,198	38,435	15,319	65,951	
6/30/2037	-	15,078	34,745	13,254	63,076	
6/30/2038	-	12,800	37,140	12,265	62,205	
6/30/2039	-	12,090	39,375	11,311	62,776	
6/30/2040	-	16,380	36,450	15,393	68,223	
6/30/2041	-	15,470	34,565	14,309	64,344	
6/30/2042	-	14,560	37,675	13,260	65,495	
6/30/2043	-	-	34,480	11,146	45,626	
6/30/2044	-	-	36,210	15,018	51,228	
6/30/2045	-	-	37,790	13,683	51,473	
6/30/2046	-	-	44,220	15,291	59,511	
6/30/2047	-	-	235,350	133,776	369,126	
6/30/2048	-	-	223,630	117,661	341,291	
Total	\$ 1,553,388	\$ 364,272	\$ 1,956,669	\$ 638,506	\$ 2,559,447	\$ 4,112,834

Notes:
 - Savings net of Fixed Cost of Issuance of \$275,000 and Underwriter's Discount of \$84,068.
 - Interest rates are preliminary and subject to change.
 - Assumes a closing date of 12/15/2016.

Refunding of 2010 LOBs, 2003, 2008A, & 2008B USDA

Sensitivity Analysis



	A		B		C		D		E		F	
	Current Market		Current Market		Current Market		Current Market		Current Market		Current Market	
	12/15/2016	12/15/2016	+10bps	-10bps	+25bps	-25bps	12/15/2016	12/15/2016	12/15/2016	12/15/2016	12/15/2016	12/15/2016
	Closing	Closing	Closing	Closing	Closing	Closing	Closing	Closing	Closing	Closing	Closing	Closing
2010 LOBs												
1	Gross Savings	\$ 1,553,388	\$ 1,380,028	\$ 1,725,601	\$ 1,113,382	\$ 1,983,578						
2	Net Present Value Savings	\$ 1,289,992	\$ 1,135,665	\$ 1,446,260	\$ 906,797	\$ 1,682,162						
3	% Net Present Value Savings	7.12%	6.26%	7.98%	5.00%	9.28%						
4	Negative Arbitrage	\$ 802,402	\$ 864,984	\$ 740,338	\$ 955,351	\$ 650,478						
5												
2003 USDA												
6	Gross Savings	\$ 364,272	\$ 347,464	\$ 387,626	\$ 323,592	\$ 413,902						
7	Net Present Value Savings	\$ 276,397	\$ 260,026	\$ 293,897	\$ 236,676	\$ 319,907						
8	% Net Present Value Savings	18.44%	17.35%	19.61%	15.79%	21.35%						
9	Negative Arbitrage	\$ -	\$ -	\$ -	\$ -	\$ -						
10												
11												
2008A USDA												
12	Gross Savings	\$ 1,556,669	\$ 1,481,385	\$ 1,620,110	\$ 1,379,782	\$ 1,714,502						
13	Net Present Value Savings	\$ 1,021,404	\$ 950,879	\$ 1,092,614	\$ 851,479	\$ 1,192,377						
14	% Net Present Value Savings	22.06%	20.53%	23.59%	18.39%	25.75%						
15	Negative Arbitrage	\$ -	\$ -	\$ -	\$ -	\$ -						
16												
17												
2008B USDA												
18	Gross Savings	\$ 638,506	\$ 593,091	\$ 671,198	\$ 535,265	\$ 721,425						
19	Net Present Value Savings	\$ 402,626	\$ 364,788	\$ 438,098	\$ 312,408	\$ 487,407						
20	% Net Present Value Savings	16.33%	14.79%	17.77%	12.67%	19.77%						
21	Negative Arbitrage	\$ -	\$ -	\$ -	\$ -	\$ -						
22												
23												
Total USDA Loans												
24	Gross Savings	\$ 2,559,447	\$ 2,421,940	\$ 2,678,934	\$ 2,238,638	\$ 2,849,828						
25	Net Present Value Savings	\$ 1,700,428	\$ 1,575,693	\$ 1,824,608	\$ 1,400,563	\$ 1,999,690						
26	% Net Present Value Savings	19.78%	18.33%	21.23%	16.29%	23.26%						
27	Negative Arbitrage	\$ -	\$ -	\$ -	\$ -	\$ -						
28												
29												
Total Transaction												
30	Gross Savings	\$ 4,112,834	\$ 3,801,969	\$ 4,404,535	\$ 3,352,020	\$ 4,833,406						
31	Net Present Value Savings	\$ 2,990,420	\$ 2,711,358	\$ 3,270,868	\$ 2,307,360	\$ 3,681,853						
32	% Net Present Value Savings	11.19%	10.15%	12.24%	8.63%	13.78%						
33	Negative Arbitrage	\$ 802,402	\$ 864,984	\$ 740,338	\$ 955,351	\$ 650,478						
34												

Preliminary and subject to change
 Note: Municipal market interest rates are assumed to increase or decrease from the current market as shown. For purposes of this analysis, escrow yields are based upon current market SLGS.

Refunding of 2010 LOBs, 2003, 2008A, & 2008B USDA 2010 LOBs with Raymond James, USDA Loans as Public Sale



Summary of Refunding Results

	2010 - LOBs	2003 USDA	2008A USDA	2008B USDA	USDA Subtotal	Total
1 Bonds Refunded						
2 Par Refunded	\$ 18,130,000	\$ 1,498,500	\$ 4,631,000	\$ 2,466,000	\$ 8,595,500	\$ 26,725,500
3 Coupon	3.625%-5.000%	4.500%	4.500%	4.125%	N/A	N/A
4 Call Date	6/1/2020	Current	Current	Current	N/A	N/A
5 Call Price	100.00%	100.00%	100.00%	100.00%	N/A	N/A
6 Maturities Refunded	6/1/21 - 6/1/31	6/1/17 - 6/1/42	6/1/17 - 6/1/48	6/1/17 - 6/1/48	N/A	N/A
7						
8 Refunding Bonds						
9 Bond Par Amount	\$ 20,989,000	\$ 1,405,000	\$ 4,465,000	\$ 2,380,000	\$ 8,250,000	\$ 29,239,000
10 Final Maturity	6/1/2031	6/1/2042	6/1/2046	6/1/2046	N/A	6/1/2046
11 True Interest Cost	2.083%	2.921%	3.010%	3.014%	N/A	n/a
12 All-In TIC	2.162%	3.175%	3.240%	3.243%	N/A	n/a
13						
14 Savings						
15 Gross Savings	\$ 1,441,815	\$ 323,592	\$ 1,423,785	\$ 560,668	\$ 2,308,045	\$ 3,749,860
16 Net PV Savings	\$ 1,254,889	\$ 231,915	\$ 840,479	\$ 313,556	\$ 1,385,950	\$ 2,640,839
17 Net PV Savings %	6.922%	15.476%	18.149%	12.715%	16.124%	9.881%
18 Average Annual Savings	\$ 96,121	\$ 12,446	\$ 44,493	\$ 17,521	\$ 72,126	\$ 117,183
19						
20 Negative Arbitrage						
21 Arbitrage Yield	2.083%	2.707%	2.707%	2.707%	2.707%	n/a
22 Escrow Yield	0.950%	0.000%	0.000%	0.000%	0.000%	n/a
23 Negative Arbitrage	\$ 748,135	\$ -	\$ -	\$ -	\$ -	n/a

Notes:

- Savings net of Fixed Cost of Issuance of \$375,000 plus upfront bank costs of \$52,473 and Underwriter's Discount of \$27,610.
- Public interest rates are preliminary and subject to change.
- Assumes a closing date of 11/17/16 for the LOBs and 12/15/2016 for the USDAs.



Refunding of 2010 LOBs, 2003, 2008A, & 2008B USDA 2010 LOBs with Raymond James, USDA Loans as Public Sale

Year	Annual Savings					Total
	2010 - LOBs	2003 USDA	2008A USDA	2008B USDA	USDA Subtotal	
6/30/2017	60,992	8,857	20,075	4,107	33,039	94,032
6/30/2018	98,679	14,720	31,995	11,764	58,479	157,157
6/30/2019	99,157	10,590	30,110	8,314	49,014	148,170
6/30/2020	98,758	12,043	32,195	9,931	54,169	152,926
6/30/2021	98,502	13,255	30,995	11,916	56,166	154,668
6/30/2022	98,553	10,250	34,715	9,269	54,234	152,786
6/30/2023	99,050	11,905	34,300	11,789	57,994	157,043
6/30/2024	99,952	13,993	33,955	9,226	57,174	156,126
6/30/2025	98,240	10,990	34,680	11,831	57,501	155,741
6/30/2026	98,747	13,148	34,430	9,354	56,931	155,678
6/30/2027	98,402	10,715	30,250	12,044	53,009	151,411
6/30/2028	98,169	12,920	31,345	10,651	54,916	153,085
6/30/2029	98,175	15,035	31,215	12,735	58,985	157,160
6/30/2030	98,747	12,538	31,060	10,736	54,334	153,080
6/30/2031	98,695	14,605	31,880	8,814	55,299	153,994
6/30/2032	-	11,560	32,630	10,968	55,158	55,158
6/30/2033	-	14,103	33,310	9,039	56,451	56,451
6/30/2034	-	11,510	33,920	12,186	57,616	57,616
6/30/2035	-	14,483	35,460	11,210	61,153	61,153
6/30/2036	-	11,798	31,885	9,269	52,951	52,951
6/30/2037	-	14,678	33,395	12,404	60,476	60,476
6/30/2038	-	12,400	30,790	11,415	54,605	54,605
6/30/2039	-	11,690	33,225	10,461	55,376	55,376
6/30/2040	-	10,980	30,500	9,543	51,023	51,023
6/30/2041	-	10,270	33,815	8,659	52,744	52,744
6/30/2042	-	14,560	31,925	12,810	58,295	58,295
6/30/2043	-	-	33,880	10,696	44,576	44,576
6/30/2044	-	-	30,610	9,568	40,178	40,178
6/30/2045	-	-	32,340	8,383	40,723	40,723
6/30/2046	-	-	33,920	10,141	44,061	44,061
6/30/2047	-	-	235,350	133,776	369,126	369,126
6/30/2048	-	-	223,630	117,661	341,291	341,291
Total	\$ 1,441,815	\$ 323,592	\$ 1,423,785	\$ 560,668	\$ 2,308,045	\$ 3,749,860

- Notes:
- Savings net of Fixed Cost of Issuance of \$375,000 plus upfront bank costs of \$52,473 and Underwriter's Discount of \$27,610.
 - Public interest rates are preliminary and subject to change.
 - Assumes a closing date of 11/17/16 for the LOBs and 12/15/2016 for the USDAs.

Potential Next Steps

Direct Bank Loan Approach



Date	Task
October 4 th	County Board Meeting <ul style="list-style-type: none">▪ Board determines preferred financing approach▪ Board considers adopting a Preliminary Findings Resolution▪ Board holds Public Hearing on Limited Obligation Bonds
October 18 th	County Board Meeting <ul style="list-style-type: none">▪ County Board considers selecting Winning Bidder (if necessary)
November 1 st	County Board considers adopting an Approving Resolution <ul style="list-style-type: none">▪ LGC considers approval of the financing
By November 18 th	Close on financing

Potential Next Steps

Public Sale Approach



Date	Task
October 4 th	County Board Meeting <ul style="list-style-type: none"> ▪ Board determines preferred financing approach ▪ Board considers adopting a Preliminary Findings Resolution for Limited Obligation Bonds & East Moore Water District ("District") GO Bonds ▪ Board holds Public Hearing on Limited Obligation Bonds
October 18 th	County Board Meeting <ul style="list-style-type: none"> ▪ Board adopts District GO Bond Orders (if necessary)
November 1 st	LGC considers approval of the financing
November 15 th	County Board Meeting <ul style="list-style-type: none"> ▪ Board adopts Bond Sale Resolutions for District GO Bonds (if necessary) ▪ Board adopts resolution approving Limited Obligation Bonds and Financing Documents
Mid November	<ul style="list-style-type: none"> ▪ Receive Credit Ratings ▪ Finalize and mail POS
November 30 th	Sell Bonds
Mid December	Close on Bonds



Appendix A

Bank Bid Summary

Bank Bid Summary



Summary of Bid Terms and Considerations

Bank	Interest Rate	Prepayment Language	Acceptance / Rate Expiration	Bank Fees	Credit Approval
1 Raymond James	2.05%	In whole or in part anytime after 6/1/2026 at par ¹	Note Specified / November 18th	\$7,500 + 0.25% of Par Amount	Pending final credit approval
2 Key Government Finance	2.28%	In whole on any date at: 102% (Months 1 - 24); 101% (Months 25 - 72); 100% (Thereafter)	October 18th / November 10th	\$12,000	Subject to formal credit approval
3 Capital One	2.65%	Prior to June 1, 2023: Non-callable Thereafter: In whole on any payment date at par	October 18th / November 18th	None	Pending formal internal credit approval

¹Prior to this date, the 2016 LOB may not be prepaid in whole or in part without consent of the Lender. Partial prepayments shall be applied in inverse order of maturity and shall be subject to a minimum amount of \$1,000,000.

Municipal Advisor Disclosure



The U.S. Securities and Exchange Commission (the "SEC") has clarified that a broker, dealer or municipal securities dealer engaging in municipal advisory activities outside the scope of underwriting a particular issuance of municipal securities should be subject to municipal advisor registration. Davenport & Company LLC ("Davenport") has registered as a municipal advisor with the SEC. As a registered municipal advisor Davenport may provide advice to a municipal entity or obligated person. An obligated person is an entity other than a municipal entity, such as a not for profit corporation, that has commenced an application or negotiation with an entity to issue municipal securities on its behalf and for which it will provide support. If and when an issuer engages Davenport to provide financial advisory or consultant services with respect to the issuance of municipal securities, Davenport is obligated to evidence such a financial advisory relationship with a written agreement.

When acting as a registered municipal advisor Davenport is a fiduciary required by federal law to act in the best interest of a municipal entity without regard to its own financial or other interests. Davenport is not a fiduciary when it acts as a registered investment advisor, when advising an obligated person, or when acting as an underwriter, though it is required to deal fairly with such persons.

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This material has been prepared for information purposes only and is not a solicitation of any offer to buy or sell any security/instrument or to participate in any trading strategy. Any such offer would be made only after a prospective participant had completed its own independent investigation of the securities, instruments or transactions and received all information it required to make its own investment decision, including, where applicable, a review of any offering circular or memorandum describing such security or instrument. That information would contain material information not contained herein and to which prospective participants are referred. This material is based on public information as of the specified date, and may be stale thereafter. We have no obligation to tell you when information herein may change. We make no representation or warranty with respect to the completeness of this material. Davenport has no obligation to continue to publish information on the securities/instruments mentioned herein. Recipients are required to comply with any legal or contractual restrictions on their purchase, holding, sale, exercise of rights or performance of obligations under any securities/instruments transaction.

The securities/instruments discussed in this material may not be suitable for all investors or issuers. Recipients should seek independent financial advice prior to making any investment decision based on this material. This material does not provide individually tailored investment advice or offer tax, regulatory, accounting or legal advice. Prior to entering into any proposed transaction, recipients should determine, in consultation with their own investment, legal, tax, regulatory and accounting advisors, the economic risks and merits, as well as the legal, tax, regulatory and accounting characteristics and consequences, of the transaction. You should consider this material as only a single factor in making an investment decision.

The value of and income from investments and the cost of borrowing may vary because of changes in interest rates, foreign exchange rates, default rates, prepayment rates, securities/instruments prices, market indexes, operational or financial conditions or companies or other factors. There may be time limitations on the exercise of options or other rights in securities/instruments transactions. Past performance is not necessarily a guide to future performance and estimates of future performance are based on assumptions that may not be realized. Actual events may differ from those assumed and changes to any assumptions may have a material impact on any projections or estimates. Other events not taken into account may occur and may significantly affect the projections or estimates. Certain assumptions may have been made for modeling purposes or to simplify the presentation and/or calculation of any projections or estimates, and Davenport does not represent that any such assumptions will reflect actual future events. Accordingly, there can be no assurance that estimated returns or projections will be realized or that actual returns or performance results will not materially differ from those estimated herein. This material may not be sold or redistributed without the prior written consent of Davenport.

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DAVENPORT & COMPANY

October 4, 2016

Appendix B
10/4/2016

RESOLUTION DECLARING CERTAIN COUNTY-OWNED PERSONAL PROPERTY AS SURPLUS AND CONVEYING SAID PROPERTY TO SANDHILLS COMMUNITY COLLEGE

WHEREAS, the County of Moore, on behalf of the Moore County Sheriff's Office, presently owns two used vehicles, a 2006 Ford Crown Victoria (VIN #2FAFP71W76X157817) and a 2010 Ford Crown Victoria (VIN #2FABP7BV1AX117228), both of which were formerly used by the Sheriff's Office as patrol vehicles (the "Surplus Equipment"); and

WHEREAS, Sandhills Community College provides a Basic Law Enforcement Training (BLET) program, which trains a number of law enforcement officers that are hired within Moore County; and

WHEREAS, Sandhills Community College is seeking help from the County to replace several of its BLET vehicles, one of which is approximately 18 years old and two that are in excess of 10 years old; and

WHEREAS, Sandhills Community College would like to acquire the Surplus Equipment for their Basic Law Enforcement Training program; and

WHEREAS, N.C.G.S. 153A-176 permits the County to "dispose of real or personal property belonging to it according to the procedures prescribed in Chapter 160A;" and

WHEREAS, N.C.G.S. 160A-274(b) permits the County to, "upon such terms and conditions as it deems wise, with or without consideration, exchange with, lease to, lease from, sell to, or purchase from any other governmental unit any interest in real or personal property."

THEREFORE, BE IT RESOLVED, that the Moore County Board of Commissioners declares the Surplus Property described above as surplus.

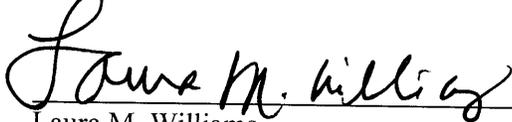
FURTHER BE IT RESOLVED, that the Moore County Board of Commissioners authorizes the conveyance of the Surplus Equipment to Sandhills Community College.

Adopted this 4 day of October, 2016.

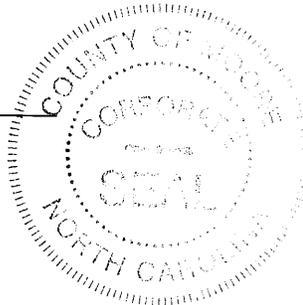


Nick J. Picerno, Chairman
Moore County Board of Commissioners

Attest:



Laura M. Williams
Clerk to the Board



Appendix C
10/4/2016

**RESOLUTION AUTHORIZING THE UPSET BID PROCESS
FOR WELL SITE 9-A**

WHEREAS, the County of Moore owns certain real property located at 158 Longleaf Dr., Seven Lakes, Moore County, North Carolina, being known and more particularly described as Well Site 9-A and having Parcel ID/LRK #00026759; and

WHEREAS, the property was acquired by the Moore Water and Sewer Authority ("MOWASA") on December 10, 1990, for the purposes of operating a water system; and

WHEREAS, the property was transferred to the County by MOWASA on October 1, 1999; and

WHEREAS, since that time, the County has abandoned the well and the property is not presently in use; and

WHEREAS, North Carolina General Statute 160A-269 permits the County to sell real property by negotiated offer and upset bid; and

WHEREAS, the Board of Commissioners acknowledges receipt of an offer from the Seven Lakes West Landowners Association in the amount of \$9,000.00 for the property described above; and

WHEREAS, the Seven Lakes West Landowners Association has paid the required five percent deposit on its offer.

NOW, THEREFORE, the Board of Commissioners of the County of Moore resolves that:

1. The Board of Commissioners authorizes sale of the property described above through the upset bid procedure of North Carolina General Statute 160A-269; and
2. The Clerk to the Board shall cause a notice of the proposed sale to be published. The notice shall describe the property and the amount of the offer, and shall state the terms under which the offer may be upset; and
3. Persons wishing to upset the offer that has been received shall submit a sealed bid with their offer to the office of Clerk to the Board within 10 days after the notice of sale is published. At the conclusion of the 10-day period, the Clerk to the Board shall open the bids, if any, and the highest such bid will become the new offer. If there is more than one bid in the highest amount, the first such bid received will become the new offer. In order for a bid to be considered, the bidder must be current on payment of all property taxes owed to the County; and
4. If a qualifying higher bid is received, the Clerk to the Board shall cause a new notice of upset bid to be published, and shall continue to do so until a 10-day period has passed without any qualifying upset bid having been received. At that time, the amount of the final high bid shall be reported to the Board of Commissioners; and

5. A qualifying higher bid is one that raises the existing offer by not less than ten percent (10%) of the first \$1,000.00 of that offer and five percent (5%) of the remainder of that offer; and
6. A qualifying higher bid must also be accompanied by a deposit in the amount of five percent (5%) of the bid; the deposit may be made in cash, cashier's check, or certified check. The County will return the deposit on any bid not accepted, and will return the deposit on an offer subject to upset if a qualifying higher bid is received. The County will return the deposit of the final high bidder at closing; and
7. The terms of the final sale are:
 - The property is sold in its current condition, as is, and the County gives no warranty with respect to usability of the property; and
 - The County must approve the final high bid before the sale is closed; and
 - Closing will occur within 30 days of approval of the final bid at the Office of the Moore County Attorney; and
 - The Buyer is responsible for ad valorem taxes for the current year (non-prorated); and
 - The Buyer must pay with cash, by cashier's check or by certified check at the time of the closing.
8. The County reserves the right to withdraw the property from sale at any time before the final high bid is approved and the right to reject at any time all bids; and
9. If no qualifying upset bid is received after the initial public notice, the offer set forth above is hereby accepted. The appropriate county officials are authorized to execute the instruments necessary to convey the property to the Seven Lakes West Landowners Association.

ADOPTED this 4th day of October, 2016 by the Moore County Board of Commissioners.

COUNTY OF MOORE

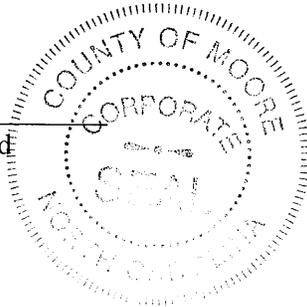


Nick J. Picerno, Chairman
Moore County Board of Commissioners

ATTEST:



Laura M. Williams, Clerk to the Board



Appendix D
10/4/2016

The Board of Commissioners of the County of Moore, North Carolina, held a regular meeting in the in the Commissioners' Meeting Room, Second Floor of the Historic Courthouse located at 1 Courthouse Square in Carthage, North Carolina, the regular place of meeting, at 5:30 p.m., on October 4, 2016

Present: Chairman Nick Picerno, presiding, and Commissioners

Saunders, Daeke, Graham, Ritter

Absent: _____

Also Present: Wayne Vest, County Manager; Caroline Xiong, Chief Financial Officer; Laura Williams, Clerk to the Board; Misty Leland, County Attorney

* * * * *

Chairman Picerno announced that this was the hour and day of the public hearing on the proposed issuance of Limited Obligation Bonds of the County pursuant to Section 160A-20 of the General Statutes of North Carolina, as amended (the "Act") in an amount not to exceed \$33,000,000 for the purpose of (1) refunding a portion of the County's Limited Obligation Bonds, Series 2010, previously issued by the County to finance a new County public safety complex and certain utility improvements for the County, and now outstanding in the principal amount of \$27,005,000 (the "2010 Limited Obligation Bonds") and (2) purchasing the General Obligation Refunding Bonds to be issued by the East Moore Water District (the "District") that the District would issue to refund the general obligation bonds previously issued by the District (the "Refunded District Bonds") in order to finance water system improvements for the District. Any Limited Obligation Bonds so issued would be secured by a deed of trust on the public safety complex and, to the extent the District General Obligation Refunding Bonds are purchased, on the District General Obligation Refunding Bonds.

Chairman Picerno acknowledged due publication of the notice of public hearing in a newspaper with a general circulation in said County as required by Section 160A-20(g) of the Act and directed the Clerk to the Board of Commissioners for the County to attach the affidavit showing publication in said paper on a date at least ten days prior to the date hereof as Exhibit A hereto.

Chairman Picerno then announced that the Board of Commissioners would immediately hear anyone who might wish to be heard on advisability of the proposed refunding and the issuance of the Limited Obligation Bonds as so described.

A summary of the comments heard by the Board of Commissioners is set forth in Exhibit B. Chairman Picerno then announced the public hearing closed.

Thereupon, ~~Commissioner~~ Chief Financial Officer Caroline Xiong introduced the following resolution, the title of which was read and copies of which had been previously distributed to each Commissioner:

**RESOLUTION MAKING CERTAIN FINDINGS AND
DETERMINATIONS REGARDING THE ISSUANCE OF LIMITED
OBLIGATION BONDS OF THE COUNTY**

BE IT RESOLVED by the Board of Commissioners (the "Board") for the County of Moore, North Carolina (the "County"):

Section 1. The Board does hereby find and determine as follows:

(a) The County has previously entered into a Trust Agreement, dated as of October 1, 2010 (the "Trust Agreement"), between the County and U.S. Bank National Association, as trustee, pursuant to which the County issued its Limited Obligation Bonds, Series 2010 now outstanding in the principal amount of \$27,005,000 (the "2010 Limited Obligation Bonds") to finance a new County public safety complex and certain utility improvements for the County, together with related costs. Based upon an economic analysis by Davenport and Company, financial advisor to the County, under current market conditions the County may be able to realize significant debt service savings by refunding all or some portion of the 2010 Limited Obligation Bonds. To carry out such refunding, the County would issue its Limited Obligation Bonds pursuant to the Trust Agreement and a Supplemental Trust Agreement thereto.

(b) Pursuant to Article 6 of Chapter 162A of the General Statutes of North Carolina, as amended (the "District Act"), the County has created a water district within the County known as East Moore Water District (the "District") as a municipal corporation and body corporate and politic under the laws of the State of North Carolina authorized by the laws of the State, including, without limitation, The Local Government Bond Act, Article 4 of Chapter 159 of the General Statutes of North Carolina, as amended (the "General Obligation Bonds Act") to authorize and issue general obligation bonds to finance the cost of water utility improvements in the District. The District has heretofore authorized and issued its general obligation bonds (the "Refunded District Bonds") in order to finance water system improvements, and the Refunded District Bonds bear interest at a rate that is higher than the interest rates available in the current financial markets and the District can realize significant interest savings from refunding the Refunded District Bonds.

The County has determined to consider a plan of finance under which (1) the District will authorize and issue general obligation refunding bonds (the "District Refunding Bonds") to refund the Refunded District Bonds, such District Refunding Bonds to be purchased by the County, and (2) the County will, pursuant to the Act, issue additional Limited Obligation Bonds pursuant to the Trust Agreement to provide funds to the County for the purpose of financing the purchase of the District Refunding Bonds, and (3) the County will pledge the District Refunding Bonds, the property acquired in the financing, to secure payment of the Limited Obligation Bonds.

(c) After a public hearing and due consideration, the Board has determined to proceed with filing an application with the Local Government Commission (the "Commission") for approval by the Commission of an installment financing contract arrangement pursuant to the Act, such arrangement to be carried out through the issuance by the County of its Limited Obligation Bonds in a principal amount of not to exceed \$33,000,000 (the "2016 Limited

Obligation Bonds”) for the purposes described above. The 2016 Limited Obligation Bonds will be issued under the Trust Agreement, as supplemented by a Supplemental Trust Agreement.

Notwithstanding the foregoing, the County is not obligated to issue the 2016 Limited Obligation Bonds at all or for all of the purposes described above.

Section 2. The Board hereby determines that it is in the County’s best interest to proceed at this time with making arrangements for the proposed issuance of the 2016 Limited Obligation Bonds for the purpose of (1) refunding all or a portion of the 2010 Limited Obligation Bonds and (2) purchasing the District General Obligation Refunding Bonds. The Board hereby directs the County Manager and the Chief Financial Officer to proceed with arrangements for the development of appropriate financing documents and to take such other actions as shall facilitate the financing.

Section 3. The Board hereby directs the County Manager and the Chief Financial Officer to file an application with the North Carolina Local Government Commission for approval of the transaction described in Section 2. In support of the application, the Board hereby finds and determines that:

(a) the cost of refunding the 2010 Limited Obligation Bonds and providing for the purchase of the District General Obligation Refunding Bonds from funds provided through the issuance of the new limited obligation bonds is reasonable compared to the costs of issuing general obligation bonds or other available methods of financing and is acceptable to the Board;

(b) bond counsel to the County will render an opinion to the effect that the proposed undertaking as described above is authorized by law and is a purpose for which public funds may be expended pursuant to the Constitution and laws of the State of North Carolina;

(c) the debt management policies of the County have been carried out in strict compliance with law, and the County is not in default under any obligation for repayment of borrowed money; and

(d) the proposed refunding will result in debt service savings to the County, and funds to pay the portion of the 2016 Limited Obligation Bonds issued to purchase the District General Obligation Refunding Bonds will be provided from the payment of the District General Obligation Refunding Bonds, so no increase in taxes will be necessary to pay debt service on the 2016 Limited Obligation Bonds.

Section 4. The determination to proceed with a refunding of the 2010 Limited Obligation Bonds only, or to proceed with such refunding and the financing of the purchase of the District General Obligation Refunding Bonds through the issuance of additional 2016 Limited Obligation Bonds, shall be made at a subsequent meeting of the Board. In addition, the determination as to whether the 2016 Limited Obligation Bonds will be structured as a direct loan from a bank or other lending institution or as an underwritten bond offering to the public will be made at a subsequent meeting of the Board.

Section 5. This resolution shall take effect upon its adoption.

Upon motion of Commissioner Saunders, the foregoing resolution entitled "RESOLUTION MAKING CERTAIN FINDINGS AND DETERMINATIONS REGARDING THE ISSUANCE OF LIMITED OBLIGATION BONDS OF THE COUNTY" was passed by the following vote:

Ayes: 5 (Saunders, Ritter, Picerno, Daeke, Graham)

Noes: 0

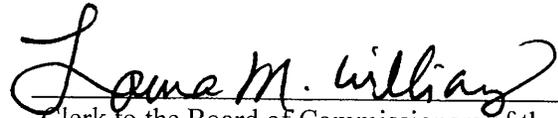
* * * * *

I, Laura Williams, Clerk to the Board of Commissioners for the County of Moore, North Carolina, DO HEREBY CERTIFY that the foregoing is a true copy of so much of the proceedings of said Board at a regular meeting held on October 4, 2016 as relates in any way to the holding of the public hearing and the passage of the foregoing resolution providing for the issuance of limited obligation refunding bonds of said County.

I HEREBY FURTHER CERTIFY that notice of said meeting was duly given in accordance with G.S. § 143-318.12.

WITNESS my hand and the corporate seal of said County, this 4th day of October, 2016.




Clerk to the Board of Commissioners of the
County of Moore, North Carolina

AFFIDAVIT OF PUBLICATION

NORTH CAROLINA
MOORE COUNTY

DAVID WORONOFF, PUBLISHER of The Pilot, LLC, a bi-weekly newspaper published in Moore County and the State of North Carolina, being duly sworn, deposes and says: that the attached advertisement:

Limited Obligation Bonds

Was published in the aforesaid newspaper for 1 consecutive week(s)/day(s) beginning with the issue dated September 21, 2016 and ending with the issue dated September 21, 2016.

[Signature]

Sworn to and subscribed before me, this 21 day of September, 2016.

**LEGAL NOTICE
NOTICE OF PUBLIC HEARING**
Moore County (the "County") has previously issued its Limited Obligation Bonds, Series 2010 now outstanding in the principal amount of \$27,005,000 (the "2010 Limited Obligation Bonds") to finance a new County public safety complex and certain utility improvements for the County, together with related costs. The 2010 Limited Obligation Bonds are secured by a Deed of Trust on the public safety complex. The Board of Commissioners for the County has determined to consider whether to issue new Limited Obligation Bonds to refinance all or a part of the 2010 Limited Obligation Bonds. Such refinancing would result in debt service savings to the County. The new Limited Obligation Bonds would also be secured by a Deed of Trust on the public safety complex.
In addition, the County has created a water district within the County known as East Moore Water District (the "District"), and the District has previously issued its general obligation bonds to finance water system improvements in the District. The District may refinance such general obligation bonds to achieve debt service savings, and, to facilitate the transaction, the County may issue additional Limited Obligation Bonds of the County to provide funds for the County to purchase the District.

Michele Bungarz
Michele Bungarz

My commission expires: 10/1/19

EXHIBIT B

NO PERSON APPEARED TO BE HEARD AT THE PUBLIC HEARING.



MOORE COUNTY BOARD OF COMMISSIONERS
PUBLIC HEARING: LIMITED OBLIGATION BONDS AND USDA REFUNDING
October 4, 2016, 5:30 P.M.

NAME	ADDRESS/PHONE	FOR OR AGAINST ?
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Appendix E
10/4/2016

**County of Moore
Camp Easter Road Water
Capital Project Ordinance for East Moore Water District Fund**

BE IT ORDAINED by the Board of Commissioners, County of Moore, North Carolina, that pursuant to Section 13.2 of Chapter 159 of the North Carolina General Statutes, the following project ordinance is hereby adopted:

Section 1. The project authorized is the Camp Easter Road Water Capital Project for East Moore Water District Fund.

Section 2. The officers of this unit are hereby directed to proceed with the project within the term of the budget contained herein.

Section 3. The following amounts are appropriated for the Camp Easter Road Water Capital Project for East Moore Water District Fund:

	<i>Budget</i>
Water Extensions	\$ 600,000
Total	\$ 600,000

Section 4. The following revenues are anticipated to be available to complete the Camp Easter Road Water Capital Project for East Moore Water District Fund:

<i>Agency</i>	<i>Budget</i>
Other Contributions	\$ 282,400
Transfer from EMWD	\$ 317,600
Total	\$ 600,000

Section 5. The Finance Officer is hereby directed to maintain within the Project Fund sufficient specific detailed accounting records to satisfy the requirements of the funding agency, North Carolina General Statutes and federal regulations.

Section 6. The Finance Officer is directed to report the financial status of the project, as requested by the Board of Commissioners.

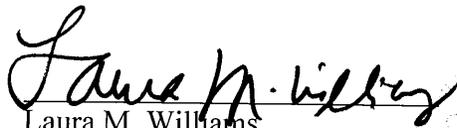
Section 7. Funds may be advanced from the General Fund for the purpose of making payments as due.

Section 8. This Capital Project Ordinance shall be entered in the minutes by the Clerk to the Board of Commissioners and within five days after adoption of this Ordinance, copies shall be filed with the finance officer, and Clerk to the Board of Commissioners.

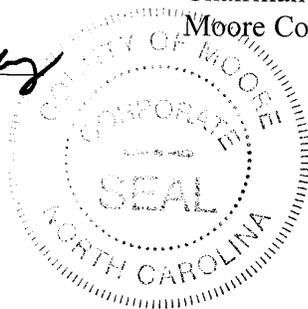
Adopted this 4th day of October, 2016.



Chairman
Moore County Board of Commissioners



Laura M. Williams
Clerk to the Board



Appendix F
10/4/2016

County of Moore
Camp Easter Road Sewer
Capital Project Ordinance for Public Utilities Fund

BE IT ORDAINED by the Board of Commissioners, County of Moore, North Carolina, that pursuant to Section 13.2 of Chapter 159 of the North Carolina General Statutes, the following project ordinance is hereby adopted:

Section 1. The project authorized is the Camp Easter Road Sewer Capital Project for the Public Utilities Fund.

Section 2. The officers of this unit are hereby directed to proceed with the project within the term of the budget contained herein.

Section 3. The following amounts are appropriated for the Camp Easter Road Sewer Capital Project for the Public Utilities Fund:

	<i>Budget</i>
Sewer Extensions	\$1,100,000
Total	\$1,100,000

Section 4. The following revenues are anticipated to be available to complete the Camp Easter Road Sewer Capital Project for Public Utilities Fund:

<i>Agency</i>	<i>Budget</i>
Other Contributions	\$ 517,600
Transfer from MCPU	\$ 582,400
Total	\$1,100,000

Section 5. The Finance Officer is hereby directed to maintain within the Project Fund sufficient specific detailed accounting records to satisfy the requirements of the funding agency, North Carolina General Statutes and federal regulations.

Section 6. The Finance Officer is directed to report the financial status of the project, as requested by the Board of Commissioners.

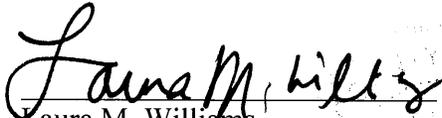
Section 7. Funds may be advanced from the General Fund for the purpose of making payments as due.

Section 8. This Capital Project Ordinance shall be entered in the minutes by the Clerk to the Board of Commissioners and within five days after adoption of this Ordinance, copies shall be filed with the finance officer, and Clerk to the Board of Commissioners.

Adopted this 4th day of October, 2016.



Chairman
Moore County Board of Commissioners



Laura M. Williams
Clerk to the Board



Appendix G
10/4/2016

Agenda Item: VIII.E.
Meeting Date: 10/4/16

MEMORANDUM TO BOARD OF COMMISSIONERS:

FROM: Misty Randall Leland, County Attorney
DATE: September 20, 2016
SUBJECT: Moore County Noise Ordinance Revision
PRESENTER: Misty Randall Leland, County Attorney

REQUEST:

The Board of Commissioners approval of the revision of the Noise Ordinance in the Moore County Code of Ordinances.

BACKGROUND:

At the September 8, 2016 Work Session of the Board of Commissioners, Sheriff Neil Godfrey requested that the Board consider a revision of §10-41(3) of the Noise Ordinance which would remove the referenced hours of “**between 11:00 p.m. and 7:00 a.m.**” in order to provide the Sheriff the authority to issue citations as necessary at any time.

Moore County Noise Ordinance, §10-41(3) currently reads as follows:

Radio, phonographs, CD player, tape player, television. The playing of any radio, phonograph, CD player, tape player, television set or other machine or device for the producing of sound, a musical instrument, or a performing band, in such manner or with such volume, **between 11:00 p.m. and 7:00 a.m.**, so as to annoy or disturb the quiet, comfort or repose of any person in any dwelling, hotel, motel or other type of residence within the area of audibility.

IMPLEMENTATION PLAN:

Approve the request

FINANCIAL IMPACT STATEMENT:

None

RECOMMENDATION SUMMARY:

Make a motion to approve the revision of §10-41(3) of the Moore County Noise Ordinance deleting the hours of “**between 11:00 p.m. and 7:00 a.m.**” in order to provide the Sheriff the authority to issue citations as necessary at any time.

SUPPORTING ATTACHMENTS:

Moore County Noise Ordinance, page CD10:4

ARTICLE II. NOISE CONTROL*

Sec. 10-41. Loud, raucous, disturbing or unnecessary noise.

(a) It shall be unlawful for any person or group of persons, regardless of numbers, to willfully make, continue or cause to be made or continue any loud, raucous, disturbing or unnecessary noise, which term shall mean any sound which, because of its volume, duration or character, annoys, disturbs, injures or endangers the comfort, health, peace, or safety of reasonable persons or ordinary sensibilities within the limits of the County of Moore. The term loud, raucous, disturbing or unnecessary noise shall be limited to loud, raucous, disturbing or unnecessary noise heard upon the public streets, in any public park, in any school or public building or upon the grounds thereof, in any church or hospital or upon the grounds thereof, upon any parking lot open to members of the public as invitees or licensees, of any occupied residential unit which is not the source of the noise or upon the grounds thereof.

(b) In addition to the common meanings of words, the following definitions shall be used in interpreting this article and the following acts, among others, are declared to be loud, raucous, disturbing or unnecessary noises in violation of this article, but said enumeration shall not be deemed to be exclusive:

- (1) *Language.* Using any unreasonably loud, raucous, disturbing, offensive, or insulting language or shouting so as to annoy or disturb that quiet, comfort, or response of any person within the area of audibility.
- (2) *Blowing horns.* The sounding of any horn, whistle or signal device on any automobile, motorcycle, bus, or other vehicle or railroad train, except as a danger signal or as required

*State law reference—County authority to regulate noise, G.S. 153A-133.

§ 10-41

MOORE COUNTY CODE

by law, so as to create any unreasonable, loud, raucous, disturbing or unnecessary sound or the sounding of such devices whether mounted on a vehicle or not, intermittently or continuously, for a period in excess of 30 seconds.

- (3) *Radios, phonographs, CD player, tape player, television.* The playing of any radio, phonograph, CD player, tape player, television set or other machine or device for the producing of sound, a musical instrument, or a performing band, in such manner or with such volume, between 11:00 p.m. and 7:00 a.m., so as to annoy or disturb the quiet, comfort or repose of any person in any dwelling, hotel, motel or other type of residence within the area of audibility.
- (4) *Sirens.* The use of any gong, bell or siren upon any vehicle or upon any property other than by police, sheriff, fire, ambulance or other emergency vehicles.
- (5) *Noise to attract attention.* The use of any drum, loudspeaker, sound amplifying device, or other instrument for the purpose of attracting attention, by creation of a loud, raucous or disturbing noise, to any performance, show, sale display, or advertisement of merchandise or any business or activity for any other purpose, unless a permit for such sound amplification has been obtained from the sheriff.
- (6) *Blowers, engines.* The operating of any noise-creating blowers, power fan, or any internal combustion engine or the repairing, rebuilding, or testing of any such device, machine, or vehicle, the operation of which causes noise in such a manner as to disturb the peace, quiet and comfort of the residents of any residential area between the hours of 10:00 p.m. and 6:00 a.m., except for such emergency repairs as may be necessary in order to return the vehicle to proper working order for immediate use.
- (7) *Operation of vehicles.* All noises coming from any motor vehicles or internal combustion engines not properly equipped with the manufacturers' standard mufflers or noise reducing equipment in use or not in proper operating condition, or the operating of a motor vehicle in any manner which creates loud or unnecessary grating, grinding, rattling or noise other than normal designed operation.
- (8) *Fireworks.* The explosion of any fireworks unless under a written permit obtained from the County of Moore.
- (9) *Hawking, peddling or soliciting.* The unreasonably loud, raucous, jarring or disturbing, shouting, crying or singing of peddlers, hawkers, or vendors, which creates a nuisance to persons within the area of audibility.
- (10) *Violent acts.* Engaging in any act in a violent and tumultuous manner by two or more persons.
- (11) *Construction operations.* The erection (including excavation), demolition, alteration, or repair of any building or other structure other than between the hours of 6:00 a.m. and 10:00 p.m.

OFFENSES AND MISCELLANEOUS PROVISIONS

§ 10-42

- (12) *Schools, churches, etc.* The creating of any loud, raucous, jarring or disturbing noise on any street or property adjacent to any school, institution of learning, church, or any public building while the same is in use, which unreasonably interferes with the normal operations or workings of such institution.
 - (13) The commission of any other act in such a manner so as to cause a loud, raucous, disturbing or unnecessary noise as set forth in this section.
- (Ord. of 3-17-97, § 1)

Sec. 10-42. Exemptions.

The following uses and activities shall be exempt from the noise regulations set forth in this article:

- (1) Any bell or chime from any building clock, school or church.
- (2) Warning devices required by OSHA or any local, county, state or federal safety regulations.
- (3) Any siren, whistle, or bell lawfully used by emergency vehicles or any other alarm systems used in an emergency situation; provided, however, that burglar alarms not terminating within 30 minutes after the responsible person has been notified, shall be unlawful.
- (4) Agriculture and horticultural operations conducted in a reasonable manner on property classified as bona fide farms for ad valorem tax purposes, including but not limited to, noise generated by machinery, equipment or farm animals.
- (5) Noise caused by any type of construction equipment while it is being used for the purpose for which it is designed and for which it was purchased, or the normal operation of any construction site, except during the hours from 10:00 p.m. to 6:00 a.m.
- (6) The operation of a vehicular racetrack except between the hours of 11:30 p.m. and 6:00 a.m.
- (7) Any county or public school-sponsored athletic event, except between the hours of 11:30 p.m. and 6:00 a.m.
- (8) Noise relating to aircraft operations at the county airport.
- (9) Noises resulting from emergency work, to be construed as work made necessary to restore property to a safe condition following a public calamity, or work required to protect persons or property from an imminent exposure to danger.
- (10) Noises resulting from the normal operations of any industrial enterprise.
- (11) Noises resulting from the normal operations of any commercial enterprise.
- (12) Noise resulting from the normal operations of any governmental facility.
- (13) Noises resulting from an auction being conducted for the purpose of land sales, estate property or any like auction.
- (14) Noises from lawn care equipment between 6:00 a.m. and 10:00 p.m.
- (15) Noises resulting from normal operations of any hotel or motel.

§ 10-42

MOORE COUNTY CODE

- (16) Noises resulting from the operation originating on the premises of any firearm club, organization or association.
 - (17) Noises relating to any event which is a community celebration, or national, state, county or municipal event, or public festival.
 - (18) Nothing herein shall be constructed to hold a landlord liable, responsible or in violation of this article unless the landlord sponsors or in any way participates in the activity that violates any provision of this article.
- (Ord. of 3-17-97, § 2)

Sec. 10-43. Burden of persuasion.

In any proceeding pursuant to this article, if an exception may be applicable to limit an obligation to comply with the regulation herein, the person who would benefit from the application of the exception shall have the burden of persuasion that the exception applies and that the terms of the exception have been met.

(Ord. of 3-17-97, § 3)

Sec. 10-44. Enforcement; injunction; penalties.

(a) The violation of any provision of this article shall be a Class 3 misdemeanor and any person convicted of such violation shall be fined not less than \$100.00 and not more than \$500.00. Payment of a fine imposed in criminal proceeding pursuant to this subsection does not relieve a person of his liability for taxes or fees imposed under this article.

(b) In addition, enforcement of this article may be by appropriate equitable remedy, injunction or order of abatement issuing from a court of competent jurisdiction pursuant to G.S. 153A-123(d) and (e).

(c) In addition to and not in lieu of the criminal penalties, other sanctions in this article may also subject the offender to the civil penalties hereinafter set forth.

- (1) The civil penalty for violation of this article is \$200.00. Such penalty shall be paid within ten calendar days from and after the issuance of the notice referred to above.
- (2) In addition to the penalty prescribed in subsection (1) above, a \$300.00 penalty shall be imposed in all cases in which the above penalty has not been paid within the authorized ten calendar day period and it becomes necessary to institute a civil action to collect any penalty hereunder.
- (3) Such civil penalties may be recovered by the county in a civil action in the nature of debt or may be collected in such other amounts as prescribed herein within the prescribed time following the issuance of notice for such violation.
- (4) Such notice shall, among other things:
 - a. State upon its face the amount of the penalty (\$200.00) if such penalty is paid within ten calendar days from and after the issuances of the notice.

OFFENSES AND MISCELLANEOUS PROVISIONS

§ 10-44

- b. State that such penalty must be paid within ten calendar days from issuances of such notice of violation and if not paid within such ten-calendar-day period, court action by the filing of a civil complaint for collection of such penalty may be taken. Such civil action shall be in the nature of a debt for the stated penalty plus an additional penalty in the amount of \$300.00, together with the cost of the action to be taxed by the court.
 - c. Further provide that such offender may answer the notice by mailing the notice, and stated penalty, to the Sheriff, Moore County Sheriff Department at his mailing address, or by making payment to the Sheriff, Moore County Sheriff Department at the appropriate address, and that upon payment, such case or claim and right of action by the county will be deemed compromised and settled.
- (5) The sheriff is authorized to accept such payments in full and final settlement of the claim or right of action which the county may have to enforce such penalty by civil action in the nature of debt. Acceptance of such penalty shall be deemed a full and final release of any and all claims or rights of action arising out of such contended violation.
- (6) The notice of violation referred to herein may be delivered to the person violating the provisions of this article in person, or may be mailed to such person at his last known address.
- (7) Each violation shall be considered a separate offense.
- (d) This article shall be enforced by the Moore County Sheriff or his deputy.
- (e) The complaint of two or more persons, at least one of whom reside in a different home from the other complaining person or persons, when combined with the complaint of a duly authorized investigating officer or with the complain of a duly authorized investigating officer alone, shall be prima facie evidence that such sound is an unnecessary and unreasonably loud, disturbing or annoying noise.
- (f) The Moore County Sheriff or his deputy shall enforce this article by any one of the following or by any other manner provided by law:
- (1) The Moore County Sheriff or his deputy may issue a warning citation, informing the offender that the noise violates the noise control ordinance and ordering the offender to immediately cease the unreasonable noise.
 - (2) The Moore County Sheriff or his deputy may issue a citation which subjects the offender to the civil penalty of \$200.00 as set out herein.
 - (3) The Moore County Sheriff or his deputy may initiate a civil action seeking an injunction and order of abatement to be directed toward any person creating or allowing the creation of any unlawful noise, including the owner or person otherwise having legal or actual control of the premises from which it emanates.
 - (4) The Moore County Sheriff or his deputy may issue a misdemeanor warrant immediately.

§ 10-44

MOORE COUNTY CODE

(5) Following the issuance of a citation and the violator's failure to pay the same within ten calendar days, the Moore County Sheriff or his deputy may issue a misdemeanor warrant. (Ord. of 3-17-97, § 4)

Sec. 10-45. Disposition of monetary penalties, fines and forfeitures.

All monetary penalties, fines and forfeitures paid to the sheriff or other representatives of the county shall be forwarded to the public schools in accordance with state law. (Ord. of 3-17-97, § 5)

Sec. 10-46. Permits.

Other provisions of this article notwithstanding, an application for a permit to conduct any noise which would otherwise violate the article, may be submitted to the Moore County Sheriff or his deputy at least 15 working days in advance of the planned use, except in case of emergency. The application shall state the location of the planned use, the length of time requested for conducting the noise, the type of noise, and shall designate the individual person or persons who shall be in control of any noise making equipment, and the individual person or person who will assume the responsibility that the use of the noise making equipment will be operated in compliance with the terms of the permit. Such permit shall be granted or denied at the discretion of the Moore County Sheriff or his deputy, after payment of a \$25.00 nonrefundable fee. (Ord. of 3-17-97, § 6)

Appendix H
10/4/2016

RESOLUTION FOR ANNUAL FUNDING FORMULA FOR MOORE COUNTY SCHOOLS

Effective July 1, 2016

WHEREAS, the Moore County Board of Commissioners desires to streamline the budgeting process with Moore County Schools (MCS) to simplify and improve the efficiency of the budgeting process with a foundation paved with foreseeable expectations and reasonable predictability; and

WHEREAS, a funding strategy has been developed which will streamline the process for annual funding of the MCS for years to come; and

WHEREAS, the first step in the funding process is to determine the current expense, capital outlay and digital learning allocation for MCS which represents 40% of the County's total budgeted sales and property tax; and,

WHEREAS, budgeted sales tax for this calculation will include Article 39, Article 40, and Article 42 and will exclude any budgeted revenues or proceeds generated or received from Article 46 sales tax; and

WHEREAS, 40% of FY16/17 budgeted property tax and sales tax revenue of \$71,323,789 (\$16,473,000 budgeted sales tax, excluding any proceeds budgeted for Article 46 sales tax + \$54,850,789 budgeted property tax) equates to \$28,529,515 (which was allocated as \$27,029,515 for current expense, \$750,000 for capital outlay and \$750,000 for digital learning); and,

WHEREAS, \$28,529,515 will be the benchmark effective July 1, 2016 and moving forward; thereafter, if budgeted sales and property taxes decrease from \$71,323,789, MCS will continue to be funded at \$28,529,515. However, if budgeted sales and property taxes increase to an amount above \$71,323,789, MCS will receive 40% of the total budgeted amount; and

WHEREAS, the County has historically paid the debt service for MCS, and for FY 2013-2014 the amount paid in debt service alone was \$5,533,171 which will become the benchmark year ; and

WHEREAS, the debt service amount for MCS for FY 2016-2017 is \$5,324,881 which is a decline in debt service of \$208,290 from the FY2013-2014 benchmark year; and

WHEREAS, the decline in debt service each year from the benchmark amount will be allocated based upon the current amount of annual debt service due through FY2029 as calculated to the benchmark year FY13/14 prior to the 2016 Bond Refunding Project in May 2016; and

WHEREAS, the decline in debt service amount will be allocated into the newly established County Capital Reserve Fund for MCS and used for School capital building needs; and

WHEREAS, the Board of Commissioners has approved the position of County Capital Projects Manager at their September 20, 2016 regularly scheduled Board of Commissioners meeting; and

WHEREAS, it is anticipated that this position will be allowed to and will work closely with Moore County Schools personnel on scope, design, contract development, on site activities, change orders, pay applications, etc. for the first four school projects as identified in the attachment.

NOW THEREFORE BE IT RESOLVED, effective July 1, 2016 that the Moore County Board of Commissioners approves the annual funding formula above and authorizes the Chairman to execute this resolution.

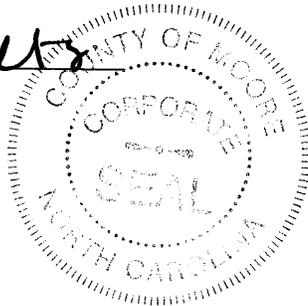
Adopted this 4th day of October, 2016.



Nick J. Picerno, Chairman
Moore County Board of Commissioners



Laura M. Williams
Clerk to the Board



Appendix I
10/4/2016

**AMENDED RESOLUTION FOR ANNUAL FUNDING FORMULA FOR SANDHILLS COMMUNITY COLLEGE
EFFECTIVE July 1, 2016**

WHEREAS, the County and Sandhills Community College (SCC) have a mutual agreement on an annual funding formula; and,

WHEREAS, it is the County's desire to consolidate all prior resolutions into one resolution for clarification, the following Parts 1-3 of the Funding Formula are described in detail; and,

Part 1 of Funding Formula, Current Expense:

To calculate the annual current expense allocation for SCC take the annually budgeted property and sales tax (Article 39, 40, 42 and Old Article 44 that is now Medicaid Hold Harmless) amounts and calculate 6%. Any budgeted revenue generated from Article 46 sales tax will not be included in the annual calculation.

Example: Budgeted property tax for FY 2016/2017 is \$54,850,789 and budgeted sales tax for FY 2016/2017 is \$16,473,000 = \$71,323,789. Six percent (6%) of this amount is \$4,279,427. This amount shall become the budgeted amount of current expense SCC receives in FY 2016/2017.

The benchmark year will be FY 2014/2015 where SCC's current expense was \$4,265,064 effective July 1, 2014 and moving forward; thereafter, if the 6% calculation of budgeted sales and property taxes is less than the benchmark year, SCC will be funded at the benchmark level of \$4,265,064. However, if the 6% of budgeted sales and property tax increases to an amount above the benchmark level, SCC will receive the total amount calculated (see attached Exhibit B).

Any proceeds from the implementation of Article 46 sales tax will be used solely to pay for the Moore County Public School System's major capital building projects.

Part 2 of Funding Formula, Debt Service and Debt Service Reduction:

- a) The County has historically paid the debt service for SCC, and for FY 2013/2014 the amount paid in debt service alone was \$1,781,368. For FY 2016/2017 it is projected that the County will pay SCC's debt service in the amount of \$1,691,838 which is a reduction in debt service of \$89,530 from FY 2013/2014. The debt service amount of \$1,781,368 from FY2013/2014 will be the benchmark to determine the reduction or increase in debt service. The decline in debt service each year from the benchmark amount will be allocated based upon the annual debt service due through FY29 (see attached Exhibit A) as calculated prior to the 2016 Bond Refunding Project.

In FY2014/2015 the County budgeted \$47,964 in debt reduction, FY 2015/2016 the County budgeted \$92,254 in debt reduction and for FY 2016/2017 there is budgeted a decline in debt service of \$89,530. This amount of debt reduction will be allocated into the newly established County capital reserve fund for SCC for debt service. It may be applied to future capital needs, future debt service expenses for capital projects, or for loan repayment to the County for SCC.

In years where there is an increase in debt service from the benchmark number of \$1,781,368, \$0.00 money will be applied to the new capital reserve fund for SCC.

- b) Effective July 1, 2014, the County and SCC had determined the amount of County funds needed for the expansion project is \$1,800,000, and the County desired to provide this amount in the form of a one-time loan to SCC from the County's General Fund; and

The repayment of the \$1,800,000 loan, plus interest in an amount equal to 25 basis points above the highest interest rate set by the North Carolina Cash Management Trust Fund within a 12 month period on a calendar year basis beginning with calendar year 2014, to the County's General Fund Balance will originate from the projected savings from the yearly reduction in debt service for SCC. Pursuant to the spreadsheet attached hereto as Exhibit A and herein incorporated by reference as if fully set forth, the County is estimated to have received repayment plus interest, calculated annually on the outstanding balance, in an amount that is in excess of the borrowed amount of \$1,800,000, plus interest as stated above, by June 30, 2020. (Please also see Exhibit A.)

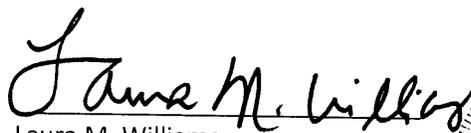
Part 3 of the Funding Formula, Unassigned Fund Balance Transfer:

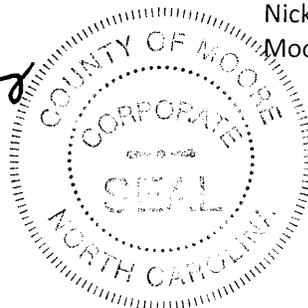
This funding will be determined after each fiscal year end closing wherein SCC will receive an amount that equates to 6% above the 15% unassigned General Fund Balance that the Board of Commissioners allocates to the County's capital reserve fund for governmental projects after the prior fiscal year audit is completed. The 6% above the 15% unassigned General Fund Balance will be placed in the County's established Fund for SCC and can be applied to current or future capital needs, future debt service expenses for capital needs, or for loan repayment to the County for SCC.

WHEREAS, the resolution supersedes all other resolutions for the Annual Funding Formula adopted on June 17, 2014 and any other subsequent provisions up and to this date.

NOW THEREFORE BE IT RESOLVED, effective July 1, 2016 that the Moore County Board of Commissioners approves these annual funding formulas above and authorizes its Chairman to execute this resolution.

Adopted this 4th day of October, 2016.


Laura M. Williams
Clerk to the Board




Nick J. Picerno, Chairman
Moore County Board of Commissioners

Debt Service Amounts by Fiscal Year (P&I)

	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
College Annual Debt Service	\$1,781,368	\$1,733,403	\$1,689,114	\$1,691,836	\$1,182,462	\$1,177,203	\$1,144,586	\$1,209,483	\$1,462,923	\$1,417,131	\$1,370,636	\$1,323,708	\$1,276,636	\$1,230,204	\$1,183,088	\$652,786
College Base Year (FY14) Debt Service	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368	\$1,781,368
College Annual Debt Service Reduction		\$47,965	\$92,254	\$89,532	\$598,906	\$604,165	\$636,782	\$571,885	\$318,445	\$364,237	\$410,732	\$457,660	\$504,732	\$551,164	\$598,280	\$1,128,582
College Cumulative Debt Reduction		\$47,965	\$140,219	\$229,751	\$828,657	\$1,432,822	\$2,069,604	\$2,641,489	\$2,959,934	\$3,324,171	\$3,734,903	\$4,192,563	\$4,697,295	\$5,248,459	\$5,846,739	\$6,975,321
C.A.F.R. Allocation Estimate		\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015	\$233,015
TOTAL Estimated For GF Repayment		\$280,980	\$606,249	\$928,796	\$1,760,717	\$2,597,897	\$3,467,694	\$4,272,594	\$4,824,054	\$5,421,306	\$6,065,053	\$6,755,728	\$7,493,475	\$8,277,654	\$9,108,949	\$10,470,546

08 Bond, Matures FY2028																
Schools																
College																
2009A Bond, Matures FY2029																
Schools																
College																
2009B Bond, Matures FY2018																
Schools																
College																
2012 Bond, Matures FY2017																
Schools																
College																

Exhibit B

Fiscal Year 2017 Budget

KEY POINTS REGARDING EACH FUND

Fund 100: General Fund

Total Sandhills Community College Funding						
FY	Current Expense	Debt Service	Cap Res/Debt	CR/SCC Projects	Total Funding	
FY09/10	\$4,135,541	\$1,999,964	\$0		\$6,135,505	
FY10/11	\$4,011,475	\$1,778,376	\$0		\$5,789,851	
FY11/12	\$4,011,475	\$1,994,274	\$0		\$6,005,749	
FY12/13	\$4,121,819	\$1,950,925	\$0		\$9,069,003	
FY13/14	\$4,121,819	\$1,781,368	\$0		\$5,903,187	
FY14/15	\$4,265,064	\$1,733,404	\$47,964	\$454,079	\$6,500,511	
FY15/16	\$4,265,064	\$1,689,115	\$92,254	\$208,048	\$6,254,481	
FY16/17	\$4,279,427	\$1,691,838	\$89,530		\$6,060,795	
	6% of Property/Sales Tax	TOTAL	\$229,748	\$662,127		

*

- * FY 2013 original allocation was \$6,072,744, series 2003 bond refunding impact \$2,996,259, Total Funding amount of \$9,069,003.
- FY 15 Original allocation \$5,998,468, subsequent transfers increase total to \$6,500,511
- FY 16 Original allocation \$6,046,433, subsequent transfers increase total to \$6,254,481
- Current Expense Increase for FY 2017, \$14,363

Appendix J
10/4/2016

**RESOLUTION FOR ANNUAL FUNDING FOR THE MOORE COUNTY COURTS
FACILITY**

Effective July 1, 2016

WHEREAS, the Moore County Board of Commissioners desires to streamline the budgeting process and create a reserve for the construction of a new Moore County Courts Facility and to simplify and improve the efficiency of the budgeting process with a foundation paved with foreseeable expectations and reasonable predictability for future development; and

WHEREAS, a funding strategy has been developed which will streamline the process for funding a new Courts Facility in Moore County; and

WHEREAS, the first step in the funding process is to determine the decline in debt service for the non-education debt of the 2010 Limited Obligation Bonds (LOB) for the Rick Rhyne Public Safety Center (see Exhibit A, column 4 attached); and

WHEREAS, this decline in debt service will be budgeted in the County General Fund annually as a transfer to the Capital Reserve Fund for the Courts Facility project; and

WHEREAS, the County refunded 2008 and 2009 General Obligation (GO) Bonds for the Moore County Schools (MCS) and Sandhills Community College (SCC) on May 31, 2016; and

WHEREAS, the additional decline in debt service from this refunding (See Exhibit A, column 5 attached) will be set aside in the Moore County Capital Reserve Fund for additional savings to the Courts project; and

WHEREAS, additional funding sources may be identified through other revenue streams or cost savings measures and the Board may choose to allocate these resources to funding the Courts Facility Project (see Exhibit A, column 6, added for reference).

NOW THEREFORE BE IT RESOLVED, effective July 1, 2016 that the Moore County Board of Commissioners approves the funding strategy for the Moore County Courts Facility Project above and authorizes the Chairman to execute this resolution.

Adopted this 4th day of October, 2016.



Nick J. Picerno, Chairman
Moore County Board of Commissioner



Laura M. Williams
Clerk to the Board

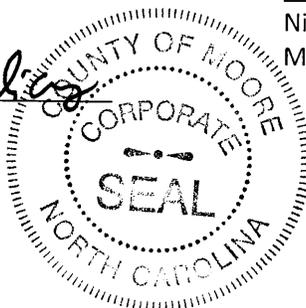


EXHIBIT A

Revised Decline in Debt Service after Education Bond Refunding
Work Session September 8, 2016

1	2	3	4	5	6	7
Fiscal Year	Schools-Decline in Debt Service prior to and after Refunding- to Capital Reserve	College-Decline in Debt Service prior to and after Refunding- to Capital Reserve	Courts - Decline in Non Educational Debt Service	After Bond Refunding - GO Educational Bonds - Savings to Courts Project	Additional Funding Sources or Cost Savings to be included	Total Courts Project Reserve Accumulated
FY16/17	\$208,290	\$89,530	\$90,019	\$249,499		\$339,518
FY17/18	\$1,386,540	\$598,906	\$359,825	\$147,043		\$846,386
FY18/19	\$1,315,331	\$604,165	\$891,925	\$362,043		\$2,100,354
FY19/20	\$1,435,276	\$636,782	\$931,925	\$507,281		\$3,539,560
FY20/21	\$1,140,760	\$571,886	\$1,152,800	\$511,693		\$5,204,053
FY21/22	\$460,664	\$318,444	\$1,224,050	\$510,481		\$6,938,584
FY22/23	\$620,510	\$364,237	\$1,295,300	\$510,593		\$8,744,477
FY23/24	\$783,170	\$410,732	\$1,366,550	\$514,237		\$10,625,264
FY24/25	\$948,917	\$457,660	\$1,432,800	\$511,962		\$12,570,026
FY25/26	\$1,112,470	\$504,732	\$1,490,000	\$511,338		\$14,571,364
FY26/27	\$1,274,150	\$551,164	\$1,541,837	\$513,725		\$16,626,926
FY27/28	\$1,437,834	\$598,280	\$2,378,675	\$513,926		\$19,519,527
3/29	\$3,618,332	\$1,128,582	\$2,415,925	\$194,627		\$22,130,079
FY29/30	\$5,533,171	\$1,781,368	\$2,447,925			\$24,578,004
FY30/31	\$5,533,171	\$1,781,368	\$2,479,925			\$27,057,929

Assumptions:

- Decline for Schools and College is the same before and after refunding Education Bonds Refunded 2008 and 2009 GO Bonds for Schools and College on May 31, 2016
- Benchmark for Schools and College is from FY13/14
- Benchmark for Courts is from FY15/16, \$3,151,925 (RRPSC, San Lease and Roll off Trucks)
- San Lease paid FY16/17, Roll off trucks paid FY15/16