

COUNTY OF WAKE, NORTH CAROLINA

STATEMENT OF DISCLOSURES IN CONNECTION WITH A GENERAL OBLIGATION BOND AUTHORIZATION PURSUANT TO THE LOCAL GOVERNMENT BOND ACT, AS AMENDED

I, W. Patrick Flanary, Chief Financial Officer of the County of Wake, North Carolina (the “County”), having been designated by the Board of Commissioners for the County (the “Board”) to make and file with the Clerk to the Board a statement of disclosures in connection with the introduction of a bond order for the issuance of bonds pursuant to The Local Government Bond Act, as amended, DO HEREBY CERTIFY as follows:

1. The Bond Order. On June 17, 2024, the Board introduced a bond order authorizing the issuance by the County of not exceeding \$142,000,000 Library Bonds (the “Bonds”), for the purpose of providing funds, together with any other available funds, for acquiring, constructing, expanding and renovating library buildings and other library facilities, both fixed and mobile, and the acquisition of related land, rights of way and equipment.

2. Estimated Interest. If the Bonds are duly authorized and issued, I have estimated that the total amount of interest to be paid by the County over the expected term of the Bonds to be \$75,884,800. *Such estimate is based on a number of assumptions regarding certain future events and circumstances, including the following:*

(a) The Bonds will be issued in the aggregate principal amount of \$142,000,000.

(b) The Bonds will be mature or be payable in nineteen (19) equal installments of principal payable annually, the first principal payment which will come due on the first anniversary date of issuance of the Bonds.

(c) All of the Bonds will bear interest at a rate of 5.334% per annum, payable semiannually. Such interest rate was determined by the North Carolina Local Government Commission to be the highest charged for similar tax-exempt debt over the past twenty (20) years and will be used for the purpose of determining the estimated cumulative interest cost for the Bonds to be specified in the ballot question for authorization of the Bonds. Such rate assumes that interest on the Bonds will not be includable in the gross income of the owners thereof for federal income tax purposes.

The total estimated amount of interest on the Bonds over the expected term of the Bonds is preliminary and for general informational purposes only. The County makes no assurances that the assumptions upon which such estimate is based will occur, and the occurrence of certain of such assumptions is beyond the control of the County. Differences between the actual circumstances at the time the Bonds are issued and the assumptions set forth above could result in significant differences between the total amount of estimated interest and the total amount of actual interest to be paid on the Bonds if and when issued.

3. Property Tax Rate Increase. If the Bonds are duly authorized and issued using the assumptions set forth in Section 2 hereof, I have estimated a property tax increase of \$.0025 per \$100.00 of assessed valuation will be required to provide sufficient funds to pay principal and interest on the Bonds.

The estimated property tax increase is preliminary and for general informational purposes only. The County makes no assurances that the assumptions upon which such estimate is based will occur, and the occurrence of certain of such assumptions is beyond the control of the County. Differences between the actual circumstances at the time the Bonds are issued and the assumptions set forth above could result in significant differences between the estimated property tax increases and the actual property tax increases resulting from the issuance of the Bonds.

4. “Two-thirds” Capacity. At present, the County has no capacity to issue general obligation bonds without a referendum on account of a net reduction in its general obligation bond indebtedness for the fiscal year ended June 30, 2023.

Pursuant to N.C.G.S. 159-55.1(b), the validity of the Bonds is not subject to challenge on the grounds that the actual interest to be paid on the Bonds when issued or the actual property tax increase required to provide funds to pay principal and interest on the Bonds are different than the estimated amounts set forth above.

Signed this 17th day of June, 2024.



W. Pat B.
Chief Financial Officer

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I, Yvonne C. Gilyard, Clerk to the Board of Commissioners for the County of Wake, North Carolina, DO HEREBY CERTIFY that the foregoing is a true copy of a statement of disclosures which was filed with me for a meeting of the Board of Commissioners for said County held on June 17, 2024, in connection with the introduction of an order authorizing general obligation bonds of said County, and that said statement is open to public inspection in my office.

WITNESS my hand and official seal of said County this 17th day of June, 2024.

[SEAL]

Clerk to the Board of Commissioners