

**COUNTY OF WAKE, NORTH CAROLINA
STATEMENT OF TOTAL ESTIMATED INTEREST PURSUANT TO THE
LOCAL GOVERNMENT BOND ACT, AS AMENDED**

I, Emily Lucas, 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 total estimated interest pursuant to The Local Government Bond Act, as amended, DO HEREBY CERTIFY as follows:

1. On February 17, 2020, the Board introduced a bond order authorizing the issuance by the County of not to exceed \$77,000,000 General Obligation Refunding Bonds (collectively, the “Bonds”).

2. 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 \$16,519,392. *Such estimate is based on a number of assumptions regarding certain future events and circumstances, including the following:*

(a) The General Obligation Refunding Bonds, Series 2020A (the “2020A Bonds”) will be issued in the aggregate principal amount of \$50,655,000 in one bond issue to closing in April, 2020.

(b) The General Obligation Refunding Bonds, Series 2020B (the “2020B Bonds”) will be issued in the aggregate principal amount of \$14,640,000 in one bond issue to closing in May, 2020.

(c) The 2020A Bonds will mature on April 1 in the amounts of \$5,570,000 2021, \$5,385,000 2022, \$5,455,000 2023, \$5,525,000 2024, \$5,620,000 2025, \$5,715,000 2026, \$5,810,000 2027, \$5,890,000 2028 and \$5,685,000 2029.

(d) The 2020B Bonds will mature on August 1 in the amounts of \$1,515,000 2021, \$1,540,000 2022, \$1,565,000 2023, \$1,590,000 2024, \$1,625,000 2025, \$1,655,000 2026, \$1,685,000 2027, \$1,720,000 2028 and \$1,745,000 2029.

(e) The Bonds will bear interest at a fixed interest rate of 5.00% per annum, payable semiannually.

(f) The Bonds will be sold to investors at a premium, with the premium received reflected in the amount of proceeds received by the County upon the sale of the Bonds (therefore, only \$65,295,000 of Bonds will be issued to produce sufficient funds to refund the bonds to be refunded by the Bonds). Such assumed interest rate and premium to be received are based upon current market conditions.

(g) There will not be any change from the current perceived credit quality of the County. Changes in the County’s perceived credit quality would have an effect on the interest rates the County is able to achieve upon sale of the Bonds.

(h) There will not be any change from the current prevailing market demand for municipal bonds in general, and bonds issued by or on behalf of North Carolina local

government entities. A change in demand in general for obligations such as the Bonds would have an effect on the interest rate on and prices for the Bonds at the time of sale.

(i) The current federal and State tax treatment arising from ownership of the Bonds, receipt of payments of principal and interest thereon and the ownership or disposition thereof will continue in their present forms. Changes in income tax rates or other State or federal tax treatment arising from ownership on the Bonds could have an effect on the interest rate on the Bonds at the time of sale.

(j) Neither the County nor any purchaser of the Bonds will obtain any credit enhancement (such as a policy of municipal bond insurance) to assure payment of principal of and interest on the Bonds. The arrangement of such an instrument would have an effect on the interest rate on the Bonds.

The total estimated amount of interest on the Bonds over the expected term of the Bonds is preliminary and for general 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. Pursuant to N.C.G.S. 159-55(d), 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 is different than the total amount of estimated interest on the Bonds set forth above.

Signed this 17th day of February, 2020.



Chief Financial Officer

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I, Denise M. Hogan, 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 total estimated interest which was filed with me at a meeting of said Board for said County held on February 17, 2020, after 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 February, 2020.

[SEAL]

Clerk to the Board of Commissioners