

Total Cash Accumulation



Total Cash Accumulation over the 15-year period of the Asset Management Program. The considerations used for this are the following:

- 32.69% Non-Revenue Water, 20% Non-Revenue Water converted to Revenue Water, 10 year Spread Payments with 18 month Delayed Billing, 4.952% Interest Rate (good until August 21, 2023) financing through Government Capital. This projection results in a total net gain of \$2.23M+.

RESOLUTION # _____

**A RESOLUTION REGARDING A FINANCE CONTRACT FOR THE PURPOSE OF PROCURING
"WATER METER PROJECT & RELATED EQUIPMENT"**

WHEREAS, contingent upon the approval of the Attorney of the Town of Ranseur (the "Issuer"), the Issuer desires to enter into that certain Finance Contract by and between the Issuer and Government Capital Corporation ("GCC") for the purpose of financing "Water Meter Project & Related Equipment". The Issuer desires to designate this Finance Contract as a "qualified tax-exempt obligation" of the Issuer for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

NOW THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF RANSEUR:

Section 1. That the Issuer will enter into a Finance Contract with GCC for the purpose of financing "Water Meter Project & Related Equipment".

Section 2. That the Finance Contract by and between the Town of Ranseur and GCC is designated by the Issuer as a "qualified tax-exempt obligation" for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

Section 3. That the Issuer will designate _____, whose title is _____, or designee, as an authorized signer of the Finance Contract by and between the Town of Ranseur and GCC.

Section 4. That the Issuer will use loan proceeds for reimbursement of expenditures related to the Property.

PASSED AND APPROVED by the Council of the Town of Ranseur in a meeting held on the _____th day of _____ 2023

ISSUER: Town of Ranseur

Witness Signature

Vickie Caudle, Mayor

Carol Akers, Town Clerk/FO



USG WATER — SOLUTIONS —

Financing administered by: Government Capital Corporation

Transaction Summary

**Town of Ramseur
Ramseur, NC**

August 8, 2023

FINANCING STRUCTURE:	Municipal Tax-Exempt Financing
PROJECT:	Water Meter Project
Project	\$1,677,250.00
Issuance @ 1%	\$ 16,772.50
Total	\$1,694,022.50
PLACEMENT AGENT:	Government Capital Corporation
PAYING AGENT:	N/A
ESTIMATED CLOSING:	August 2023
TERM:	10 Years
INTEREST RATE:	4.952%
ANNUAL PAYMENT AMOUNT:	\$224,412.28
PAYMENT DATES:	Eighteen Months from Closing & Annually Thereafter

ADDITIONAL NOTES:

- ✓ The payment amount includes principal and interest
- ✓ Rate is valid for fourteen (14) days. If funding does not occur within this time period, rates will be indexed to markets at such time.
- ✓ Issuance cost, estimated at 1% of the project cost, covers underwriting, documentation, closing and other costs associated with the transaction and can be paid outside of the financing at closing. Issuance is currently included the payment amount.
- ✓ The above proposal is subject to audit analysis and mutually acceptable documentation and assumes this to be a bank qualified transaction.

Our finance programs are flexible and my goal is customer delight. If you have any questions regarding other payment terms, frequencies or conditions, please do not hesitate to call.

With Best Regards,

Tara Clawson-Cherry

Tara Clawson-Cherry
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The transaction described herein is an arm's length, commercial transaction between you and Government Capital Corporation. The terms of the proposed financing are being provided solely in response to your specific inquiry and for your professional consideration.