

**RESOLUTION OF THE PUBLIC WORKS COMMISSION
OF THE CITY OF FAYETTEVILLE NORTH CAROLINA
ESTABLISHING 2014 REVENUE BOND CAPITAL
PROJECT FUNDS**

WHEREAS, the Public Works Commission of the City of Fayetteville, NC (COMMISSION) has identified the need to issue revenue bonds for the purposes of financing various electric, water and wastewater system projects (2014 BOND PROJECTS); and

WHEREAS, the North Carolina Local Government Budget and Fiscal Control Act requires the use of a capital project fund for the proceeds of all bond issuances and debt instruments; and

WHEREAS, the COMMISSION desires to establish capital project funds to account for the construction activity and use of bond proceeds and other funding sources associated with the 2014 BOND PROJECTS; and

WHEREAS, annexation projects to be funded with revenue bonds have their own separately identifiable approved capital project funds and are not included in the total project costs of this resolution; and

WHEREAS, the estimated cost of the 2014 BOND PROJECTS is approximately \$92 million (\$92,000,000); and

WHEREAS, certain of the 2014 BOND PROJECTS having longer construction periods are anticipated to be funded with a second bond issue for the remaining estimated cost of the projects of approximately \$21.5 million (\$21,500,000) (EXHIBITS B, C and D); and

NOW, THEREFORE, be it resolved by the COMMISSION that:

Section 1. The COMMISSION establishes the following 2014 Revenue Bond Capital Project Funds to account for and report the revenues and expenditures of the 2014 BOND PROJECTS:

- Series 2014 Water and Wastewater Revenue Bond Capital Project Fund
- 2014 Water Connect Revenue Bond Capital Project Fund
- 2014 Electric Connect Revenue Bond Capital Project Fund
- 2014 Electric LED Street Lighting Revenue Bond Capital Project Fund

Section 2. The COMMISSION will manage these funds to include the accounting and reporting, disbursements, and investment of funds. The COMMISSION also establishes and will maintain budgets of the expected sources and uses of funds (EXHIBITS A-D).

Section 3. The City Council of the CITY is hereby requested to adopt this resolution in the form presented above.

ADOPTED, this the 28th day of May 2014.

PUBLIC WORKS COMMISSION



Michael G. Lallier, Chairman

ATTEST:



Lynne B. Greene, Secretary

PUBLIC WORKS COMMISSION OF THE CITY OF FAYETTEVILLE
Series 2014 Water and Wastewater Revenue Bond Capital Project Fund
For Fiscal Years 2014 - 2016

Initial Budget

	Prior Years	Proposed Initial Budget	Recommended Inception to Date Budget
Estimated Revenues and Other Funding Sources			
Series 2014 Revenue Bond proceeds	\$ -	\$ 50,000,000	\$ 50,000,000
Total Revenues and Other Funding Sources	\$ -	\$ 50,000,000	\$ 50,000,000
Estimated Expenditures and Other Uses			
Water and Wastewater Utility Project Costs	\$ -	\$ 50,000,000	\$ 50,000,000
Total Expenditures and Other Uses	\$ -	\$ 50,000,000	\$ 50,000,000

Notes: To establish a capital project fund to account for the cost of constructing water and wastewater capital projects that are to be funded with the 2014 Revenue Bond issue. This excludes annexation, Connect and electric projects which have separate capital project funds. Until the bonds are issued, the W/WW Fund will upfront the cost of the projects and will be reimbursed from the bond proceeds.

Proposed project list:

Morganton Road Turn Lane, WM Replacement
 Lift Station #9 & #69
 Rehabilitate 54" Outfall @ Bramblegate
 Rehabilitate 48" Outfall @ George Owen, Ph I
 Rehabilitate 48" Outfall @ Red Mill Lane
 Water Distribution System Rehab*
 Glenville Lake Dam Spillway Repl
 PO Hoffer WTF Capacity Expansion Ph 1B
 North Fayetteville Water System Impr
 Doc Benett Rd Transmission Main
 Relocation of 30" WM Off Cape Fear River Railroad
 Sanitary Sewer Main Rehabilitation*
 Legion Road Sewer Improvements
 Relocation of 12" Sewer Main Off Cape Fear River Railroad
 Rockfish Creek WRF Aeration Improvements

ADOPTED BY COMMISSION
 ADOPTED BY CITY COUNCIL

<i>Proposed</i>	<i>May 28, 2014</i>
<i>Proposed</i>	<i>June 9, 2014</i>

PUBLIC WORKS COMMISSION OF THE CITY OF FAYETTEVILLE
2014 Water Connect Revenue Bond Capital Project Fund
For Fiscal Years 2014 - 2017

Initial Budget

	Prior Years	Proposed Initial Budget	Recommended Inception to Date Budget
Estimated Revenues and Other Funding Sources			
Series 2014 Revenue Bond proceeds	\$ -	\$ 17,000,000	\$ 17,000,000
Series 2016 Revenue Bond proceeds	\$ -	\$ 7,000,000	\$ 7,000,000
Total Revenues and Other Funding Sources	\$ -	\$ 24,000,000	\$ 24,000,000
Estimated Expenditures and Other Uses			
W/WW AMI Meter Installation Costs - Connect Project	\$ -	\$ 24,000,000	\$ 24,000,000
Total Expenditures and Other Uses	\$ -	\$ 24,000,000	\$ 24,000,000

Notes: To establish a capital project fund to account for a portion of the cost of the Water AMI meter installation that is intended to be funded with 2014 and 2016 Revenue Bonds. Until the bonds are issued, the W/WW Fund will upfront the cost of the project and will be reimbursed from the bond proceeds.

ADOPTED BY COMMISSION
ADOPTED BY CITY COUNCIL

<i>Proposed</i>	<i>May 28, 2014</i>
<i>Proposed</i>	<i>June 9, 2014</i>

PUBLIC WORKS COMMISSION OF THE CITY OF FAYETTEVILLE
2014 Electric Connect Revenue Bond Capital Project Fund
For Fiscal Years 2014 - 2017

Initial Budget

	Prior Years	Proposed Initial Budget	Recommended Inception to Date Budget
Estimated Revenues and Other Funding Sources			
Series 2014 Revenue Bond proceeds	\$ -	\$ 16,000,000	\$ 16,000,000
Series 2016 Revenue Bond proceeds	\$ -	\$ 5,000,000	\$ 5,000,000
Total Revenues and Other Funding Sources	\$ -	\$ 21,000,000	\$ 21,000,000
Estimated Expenditures and Other Uses			
Electric AMI Meter Installation Costs - Connect Project	\$ -	\$ 21,000,000	\$ 21,000,000
Total Expenditures and Other Uses	\$ -	\$ 21,000,000	\$ 21,000,000

Notes: To establish a capital project fund to account for a portion of the cost of the Electric AMI meter installation that is intended to be funded with 2014 and 2016 Revenue Bonds. Until the bonds are issued, the Electric Fund will upfront the cost of the project and will be reimbursed from the bond proceeds.

ADOPTED BY COMMISSION
ADOPTED BY CITY COUNCIL

<i>Proposed</i>	<i>May 28, 2014</i>
<i>Proposed</i>	<i>June 9, 2014</i>

PUBLIC WORKS COMMISSION OF THE CITY OF FAYETTEVILLE
2014 LED Street Lighting Revenue Bond Capital Project Fund
For Fiscal Years 2014 - 2019

Initial Budget

	Prior Years	Proposed Initial Budget	Recommended Inception to Date Budget
Estimated Revenues and Other Funding Sources			
Series 2014 Revenue Bond proceeds	\$ -	\$ 7,000,000	\$ 7,000,000
Series 2016 Revenue Bond proceeds	\$ -	\$ 9,500,000	\$ 9,500,000
Transfer from Electric REPS Reserve	\$ -	\$ 3,500,000	\$ 3,500,000
Total Revenues and Other Funding Sources	\$ -	\$ 20,000,000	\$ 20,000,000
Estimated Expenditures and Other Uses			
Electric LED Street Lighting Installation Costs	\$ -	\$ 20,000,000	\$ 20,000,000
Total Expenditures and Other Uses	\$ -	\$ 20,000,000	\$ 20,000,000

Notes: To establish a capital project fund to account for the cost of installing LED Street Lighting that is intended to be funded with 2014 and 2016 Revenue Bonds and a portion of the REPS Reserve. Until the bonds are issued, the Electric Fund will upfront the cost of the project and will be reimbursed from the bond proceeds.

ADOPTED BY COMMISSION
ADOPTED BY CITY COUNCIL

<i>Proposed</i>	<i>May 28, 2014</i>
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