

NOTICE OF PUBLIC HEARING

"BOND ORDER AUTHORIZING THE ISSUANCE OF  
\$6,100,000 GENERAL OBLIGATION REFUNDING BONDS OF  
THE COUNTY OF CHATHAM"

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WHEREAS, the County of Chatham (the "County") has issued School Bonds, Series 1991, dated May 1, 1991 (the "School Bonds"), and \$7,300,000 of the School Bonds maturing in the years 1997 to 2011, inclusive, are outstanding (the "Outstanding Bonds"); and

WHEREAS, the Board of Commissioners of the County deems it advisable to pay and refund all or a portion of the Outstanding Bonds, pursuant to and in accordance with The Local Government Finance Act; and

WHEREAS, an application has been filed with the Secretary of the Local Government Commission of North Carolina requesting Commission approval of the Bonds hereinafter described as required by The Local Government Finance Act, and the Secretary of the Local Government Commission has notified the Board that the application has been accepted for submission to the Local Government Commission; NOW, THEREFORE,

BE IT ORDERED by the Board of Commissioners of the County of Chatham, as follows:

Section 1. The Board of Commissioners of the County has ascertained and hereby determines that it is advisable to pay and refund all or a portion of the Outstanding Bonds.

Section 2. In order to raise the money required to pay and refund the Outstanding Bonds as set forth above, in addition to any funds which may be made available for such purpose from any other source, bonds of the County are hereby authorized and shall be issued pursuant to The Local Government Finance Act of North Carolina. The maximum aggregate principal amount of bonds authorized by this bond order shall be \$6,100,000.

Section 3. A tax sufficient to pay the principal of and interest on said bonds when due shall be annually levied and collected.

Section 4. A sworn statement of the County's debt has been filed with the Clerk of the Board of Commissioners and is open to public inspection.

Section 5. This bond order shall take effect upon its adoption.

The foregoing bond order has been introduced and a sworn statement of debt has been filed under The Local Government Bond Act showing the appraised value of the County of Chatham to be \$ 2,398,721,481 and the net debt thereof, including the proposed bonds, to be \$ 36,634,400. A tax will be levied to pay the principal of and interest on the bonds if they are issued. Anyone who wishes to be heard on the questions of the validity of the bond order and the advisability of issuing the bonds may appear at a public hearing or an adjournment thereof to be held at District Court Courtroom, in Pittsboro, North

Carolina at 10:30 o'clock, A.M., on the 3rd day of September,  
1996.

Sandra B. Lee  
Clerk of the Board of  
Commissioners  
County of Chatham



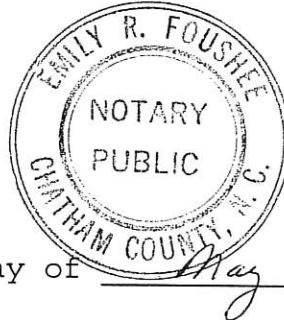
STATE OF NORTH CAROLINA )  
 : SS.:  
COUNTY OF CHATHAM )

Vicki S. McConnell, being duly sworn, says that she is the Finance Officer of the County of Chatham, in the State of North Carolina; that by a resolution passed by the Governing Board thereof she was authorized to make the foregoing statement; and that the foregoing statement is true and was made and subscribed by her after the introduction of the order referred to in the heading of said statement.

Vicki S. McConnell  
Finance Officer

Sworn to and subscribed before me on the day of the date of said statement.

Emily R. Foushee  
Notary Public



My Commission expires the 22 day of May, 1999.

STATE OF NORTH CAROLINA )  
 : SS.:  
COUNTY OF CHATHAM )

I, the undersigned Clerk of the Board of Commissioners of the County of Chatham, in the State of North Carolina, DO HEREBY CERTIFY that the foregoing statement and accompanying affidavit were filed in my office on the 20<sup>th</sup> day of August, 1996 after the introduction of the order referred to in the heading of said statement.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said County, this 20<sup>th</sup> day of August, 1996.

Sandra B. Lee  
Clerk of the Board of  
Commissioners  
County of Chatham

(SEAL)

STATEMENT OF DEBT OF THE COUNTY OF CHATHAM, NORTH CAROLINA, MADE AND FILED PURSUANT TO SECTION 159-55 OF THE LOCAL GOVERNMENT FINANCE ACT, AFTER THE INTRODUCTION OF THE BOND ORDER AUTHORIZING THE ISSUANCE OF \$6,100,000 BONDS, INTRODUCED AT A MEETING OF THE GOVERNING BODY OF SAID COUNTY, HELD ON THE 3RD DAY OF AUGUST, 1996.

(a) Appraised value of property subject to taxation as certified by the County Assessor.	\$ <u>2,398,721,481</u>
(b) Gross debt as listed in the attached "Schedule of Gross Debt."	\$ <u>49,150,900</u>
(c) Deductions to be made from Gross Debt as listed in the attached "Schedule of Deductions."	\$ <u>12,516,500</u>
(d) Net debt (being the difference between the Gross Debt and Deductions).	\$ <u>36,634,400</u>
(e) Percentage that net debt bears to the appraised value of property subject to taxation.	<u>1.527</u> %

Vicki S. McNeill  
Finance Officer of the  
County of Chatham

Dated: August 20, 1996

SCHEDULE OF GROSS DEBT

(The debt described below should not include debt incurred or to be incurred in anticipation of the collection of taxes or other revenues or in anticipation of the sale of bonds other than funding and refunding bonds. The debt described below should not include revenue bonds.)

- A. Bonds authorized by orders introduced but not yet adopted:

<u>Purpose</u>	<u>Amount</u>
General Obligation Refunding Bonds	\$6,100,000
	Total \$ <u>6,100,000</u>

- B. Unissued bonds authorized by adopted orders:

<u>Purpose</u>	<u>Amount</u>
Schools	\$14,300,000
	Total \$ <u>14,300,000</u>

- C. Outstanding debt not evidenced by bonds:

<u>Source of Debt</u>	<u>Purpose</u>	<u>Amount</u>
Various Building Projects Private Placement (Includes \$6,300,000 for Water Plant)		\$9,534,400
		Total \$ <u>9,534,400</u>

- D. Outstanding debt evidenced by bonds:

<u>Date of Bonds</u>	<u>Purpose</u>	<u>Amount</u>
06/29/88	Water	\$ 116,500
05/01/91	Schools	\$ 7,300,000
05/01/92	Schools	6,100,000
12/01/94	Schools	5,700,000
		Total \$ <u>19,216,500</u>

Total \$ 49,150,900

SCHEDULE OF DEDUCTIONS

(A) Funding and refunding bonds authorized by orders introduced but not yet adopted.	<u>\$6,100,000</u>
(B) Funding and refunding bonds authorized but not issued.	\$ _____
(C) Amount held in sinking funds or otherwise for the payment of gross debt other than debt incurred for water, gas, electric light or power purposes or sanitary sewer purposes (to the extent deductible under Section 159-55(b) of The Local Government Finance Act.)	\$ _____
(D) Bonded debt included in gross debt and incurred or to be incurred for water, gas or electric light or power purposes.	<u>\$ 6,416,500</u>
(E) Bonded debt included in gross debt and incurred or to be incurred for sanitary sewer system purposes (to the extent deductible by subsection (b) of Section 159-55 of The Local Government Finance Act).	\$ _____
(F) Uncollected special assessments levied or to be levied for local improvements for which gross debt was or is to be incurred, to the extent to be applied to the payment of such gross debt.	\$ _____
(G) Estimate of special assessments to be levied for local improvements for which any part of gross debt (that is not otherwise deducted) was or is to be incurred, to the extent that the special assessments, when collected, will be applied to the payment of any part of gross debt.	\$ _____
Total	<u><u>\$ 12,516,500</u></u>