

**STATEMENT OF DISCLOSURE ON
GENERAL OBLIGATION BONDS**

The City Council of the City of Winston-Salem, North Carolina (the "City") introduced the following bond orders of the City at its February 20, 2023 meeting:

"BOND ORDER AUTHORIZING THE ISSUANCE OF NOT TO EXCEED \$3,250,000 STREET AND SIDEWALK BONDS OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA;"

"BOND ORDER AUTHORIZING THE ISSUANCE OF NOT TO EXCEED \$1,760,000 PARKS AND RECREATION BONDS OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA;"

"BOND ORDER AUTHORIZING THE ISSUANCE OF NOT TO EXCEED \$985,000 PUBLIC SAFETY BONDS OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA;" and

"BOND ORDER AUTHORIZING THE ISSUANCE OF NOT TO EXCEED \$2,900,000 PUBLIC FACILITIES IMPROVEMENTS BONDS OF THE CITY OF WINSTON-SALEM, NORTH CAROLINA."

Section 159-55.1 of the General Statutes of North Carolina requires the City's finance officer to file with the City Clerk after the bond orders are introduced and before the public hearing, a statement of disclosure stating the following: (1) an estimate of the total amount of interest that will be paid on the general obligation bonds over the expected term of the bonds, if issued, and a summary of the assumptions on which the estimate is based, (2) an estimate of the increase in property tax rate, if any, necessary to service the proposed debt, and (3) the amount of two-thirds bonds capacity the unit has available for the current fiscal year, if any.

To satisfy the requirements of Section 159-55.1 of the General Statutes of North Carolina with respect to the proposed bonds to be issued under the bond orders referenced above, the following statements of disclosure are made:

(1) An estimate of the total amount of interest that will be paid on the proposed bonds over the expected term of the bonds, if issued, is \$5,003,211.04. The assumptions upon which the estimate is based are:

(i) that the bonds will be issued in the aggregate principal amount of \$8,895,000 in May of 2023;

(ii) that the bonds will amortize in nineteen equal principal installments of \$445,000 on June 1 of each year from June 1, 2024 to June 1, 2042 and one principal installment of \$440,000 on June 1, 2043;

(iii) that the bonds will bear interest at an interest rate of 5.33%, which represents the Bond Buyer 20 Index as of January 26, 2023 plus 2.00% (200 basis points).

(2) The proposed bonds will be used to pay the capital costs of (i) improving, repairing, resurfacing, and replacing certain streets and bridges located in the City, and providing related landscaping, lighting and traffic controls, signals and markers, (ii) renovating and improving certain parks and recreational facilities, including, among other things, golf courses, park bridges, and playgrounds throughout the City, (iii) renovating and improving certain public safety facilities, including, among other things, fire station facilities, and (iv) acquiring, constructing, renovating, and improving certain public

facilities, including, among other things, renovations and improvements to City Yard, City Hall, and the Bryce A. Stuart Building, and the placement of solar panels on various City facilities. No increase in the property tax rate is estimated to be needed for the proposed bonds because the existing projected revenues are expected to be sufficient to pay the principal and interest on the proposed bonds.

(3) The amount of two-thirds bonds capacity the City has available for the current fiscal year is \$8,896,666.

The information contained herein is preliminary and is for general informational purposes only. There is no assurance that the assumptions on which this disclosure is based will occur, and the actual occurrence of certain of the assumptions is beyond the City's control. Differences between the actual circumstances at the time the bonds are issued from the assumptions included in this disclosure could result in significant differences between the disclosures made herein and the actual occurrences. The validity of the bonds authorized by the bond order is not subject to challenge on the grounds that the actual occurrences when issued proved to be different than the disclosures set forth in this statement. This statement will be filed with the North Carolina Local Government Commission and the City Clerk, posted online on the City's website and maintained by the City Clerk.

February 21, 2023




Kelly Latham
Chief Financial Officer
City of Winston-Salem, North Carolina

STATE OF NORTH CAROLINA)
)
COUNTY OF FORSYTH)

SS:

I, Jayme Waldeck, Deputy City Clerk of the City of Winston-Salem, North Carolina, a municipal corporation of the State of North Carolina, hereby certify that the foregoing statement was filed with the Local Government Commission of North Carolina, filed in my office and posted online on the City of Winston-Salem website on the 21 day of February, 2023.



Jayme Waldeck
City Clerk
City of Winston-Salem, North Carolina