

June 7, 2021

The Washington County Board of Commissioners met in a regular meeting on Monday, June 7, 2021 at 6:00 PM by using ZOOM—virtual meeting software (due to the COVID-19 pandemic) for Facebook Live Streaming and in person in the Commissioners' Room, 116 Adams Street, Plymouth, NC. Commissioners Tracey Johnson, Ann Keyes, Carol Phelps, Bill Sexton and Julius Walker, Jr. were present. Also present were County Manager/County Attorney Curtis Potter, Clerk to the Board Julie J. Bennett and Finance Officer Missy Dixon.

Chair Sexton called the meeting to order. Commissioner Keyes gave the invocation; Commissioner Walker led the Pledge of Allegiance.

ADDITIONS/DELETIONS: None

CONSENT AGENDA: **Commissioner Walker made a motion to approve the Consent Agenda:**

Items listed under the Consent Agenda are generally of a routine nature. The Board may take action to approve/disapprove all items in a single vote. Any item may be withheld from a general action, to be discussed and voted upon separately at the discretion of the Board.

- a) Approval of Minutes
- b) Tax Refunds & Releases and Insolvent Accounts
- c) ABC Board Budget Amendment for 20-21 and a Proposed Budget for 21-22
- d) Interlocal Agreement between Washington & Bertie Counties for Inspection/Fire Marshal Services

Commissioner Keyes seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

PUBLIC FORUM: None.

EMPLOYEE OF THE QUARTER: Chair Sexton recognized Mr. Louis Boone, Maintenance Supervisor as the Employee of the Quarter.

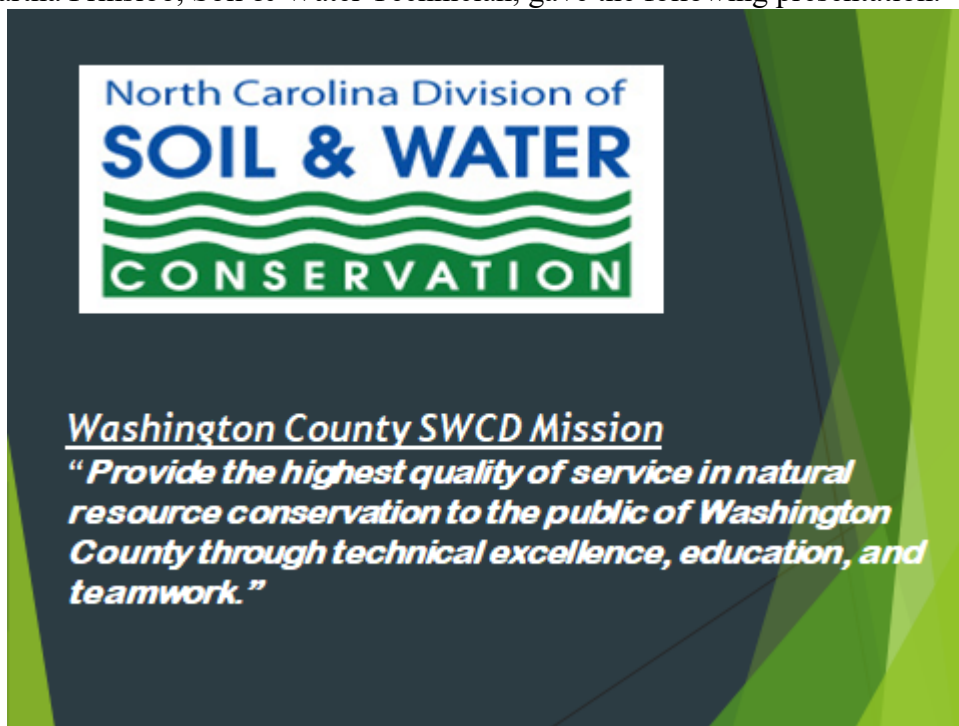
PUBLIC HEARING: WASHINGTON COUNTY RECOMMENDED BUDGET FOR FY22: **Commissioner Johnson made a motion to open the public hearing on the Washington County Recommended Budget for FY22. Commissioner Keyes seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.**

Mr. Potter spoke to the Board about some of the information handed to them tonight that needs to be inserted into their budget books. Some of the information was so the County

complies with the rules of GASBY. One of the other items was the CIP with the projects listed as 1's or 2's as requested by the Board for a total of approximately \$696,000. He also received a request to push \$2,200 into Recreation for attendance at the State games which were moved from June to July. Commissioner Walker asked was this the same amount we have been paying for. Mr. Potter said it may have increased a little

Commissioner Johnson made a motion to close the public hearing on the Washington County Recommended Budget for FY22. Commissioner Phelps seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

DEPARTMENT INFORMATION UPDATE—SOIL & WATER, AND DRAINAGE:
Ms. Martha Prinsloo, Soil & Water Technician, gave the following presentation.



Office Structure

- ▶ Has 5 member Board of Supervisors under NC statute
- ▶ Board establishes priorities annually to address natural resource concerns
- ▶ 1 staff member
- ▶ Office located in the FSA Center Roper
- ▶ 1 of 96 Soil and Water Conservation Districts across NC

Board Members

- ▶ Gerda Rhodes, Chair (Elected)
- ▶ Guy Davenport, Vice Chair (Elected)
- ▶ Steve Barnes, Member (Appointed)
- ▶ Justin Allen, Member (Elected)
- ▶ Don Small, Member (Appointed)

Staff Member

Martha Prinsloo - Soil and Water *Technician*

Since March 1, 2017 - Ag Cost Share

50% of salary is a match from NC Division of Soil and Water

Technical Assistance Operation fund paid to county from the Division of Soil and Water annually \$1,380.00

Additional services I provide:

Administrative Assistant / Education/ Drainage

Goals:

More youth educational programs

More BMP participation

Obtaining additional engineering job authority

Resource Areas Addressed

- ▶ Soil erosion
- ▶ Nutrient loss (Nitrogen and Phosphorus)
- ▶ Drainage
- ▶ Water quality
- ▶ Water quantity
- ▶ Soil quality
- ▶ Environmental Education

Erosion - Agricultural



Cover Crop



Land Smoothing



Water Quality Programs 2020/2021

- ▶ State, Federal Cost Share Programs to Assist with Best Management Practices (BMP's)
 - ▶ State Funds - Contracts
 - ▶ Ag Water Quality/Quantity = \$116,k
 - Acres Covered= + 1,100
 - ▶ Federal Funds
 - ▶ Active Contracts = +\$315k
 - ▶ Acres Covered = + 4,000
- ▶ Design, Engineer, and Oversee Installation of BMP
- ▶ Non-Regulatory Technical Service Provider

Drainage Year to date Projects

Beaver Control



Beaver Control

▶ July 2019 - June 2020

- ▶ 22 dams removed
- ▶ 52 beavers removed,

Beaver colonies have 3 to 4 beavers

The number of beavers represents an average of the number of beavers based on number of colonies taken

Year-to-date

▶ July 2020/June 2021

- ▶ 56 dams removed
- ▶ 77 beavers removed

Beaver Control Pictures



Beaver Control



Aquatic Weed Spraying

2019-2020

- ▶ 12 canals
- ▶ \$29,999.50 spent on contract

2020-2021 to date

- ▶ 5 canals
- ▶ \$19,665.00 spent on contract to date

Canals sprayed 2020-2021

- ▶ B Canal
- ▶ C Canal
- ▶ D Canal
- ▶ Weston Canal
- ▶ Lake Phelps Fire Department Canal

▶ Up-Coming Spraying

- ▶ Scuppernong River
- ▶ 30-foot Canal



Aquatic Weed Spraying Picture



Hurricane Matthew Clearing Snagging

Hurricane Matthew Clearing Snagging Matching Grant

- ▶ Cleaned 32 waterways - to include canals, creeks, and rivers
- ▶ 251,640 square feet
- ▶ 47.65 miles of waterways cleared after Hurricane Matthew damage
- ▶ Grant funding \$210,397.00
- ▶ County Match \$ 26,446.00 of required match as follows:
- ▶ County Funds \$ 15,506.00
- ▶ In-kind \$ 10,940.00 work already being done



Hurricane Matthew
Clearing Snagging



Hurricane Matthew
Clearing Snagging

Hurricane Dorian Sedimentation Fund

Requested:

3.5 million dollars

For sediment removal from
major waterways county-
wide

▶ Awarded:

▶ \$125,000.00

▶ Project will begin in
fall of 2021, if CAMA
permits it

Upcoming Projects



Budget Requests 2021-2022

▶ Beaver Control	\$30,000.00
▶ Aquatic Weed Spraying	\$30,000.00
▶ Clearing and Snagging	\$35,000.00
▶ Maul 7/Kendricks Creek	\$11,000.00
▶ Designated for future	<u>\$ 3,101.00</u>
▶ TOTAL REQUEST	\$109,101.00

Contact Information

Washington County Soil and Water
Conservation
407 NC Hwy 32 N
Roper, NC 27970
252-791-0108 ext. 3
washingtonsoilandwater@gmail.com

Chair Sexton said Ms. Prinsloo gave a really good presentation. Commissioner Keyes said she has seen Ms. Prinsloo in action and she is good at her job. Mr. Potter said Ms. Prinsloo does a good job at keeping up with her paperwork.

PUBLIC HEARING: EDDIE SMITH SERVICE DISTRICT: Commissioner Keyes made a motion to open the public hearing on the Eddie Smith Service District. Commissioner Walker seconded. Chair Sexton proceeded with the roll call:

Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

Mr. Dwight Respass, 4790 Hwy 32 S, Plymouth, representing 3D Farms, spoke about how important drainage is but can't support the proposed service district because it's based on property value. Consider 153-A Article 9. Thank you for your consideration.

Mr. Guy Davenport, 63 White Road, Creswell, had a meeting this afternoon where the majority of the property owners spoke about the Eddie Smith program and wants to put it back like the service district that they've always had.

Mr. Selvie James, 1359 Ambrose Road, Creswell, said this project has been going on for 25 years. Keep it like it is.

Mr. Steve Barnes, 5735 Shore Drive, Creswell, met with others today and they selected option #2. Many farmers put forth work and funding to keep Eddie Smith going.

Mr. Mike Harris, 534 North Slope Road, Roper, said he farms near the railroad bed. They had a meeting and he was representing several thousand acres and would like to keep it like it is.

Commissioner Keyes made a motion to close the public hearing on the Eddie Smith Service District. Commissioner Walker seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

Mr. David Gadd joined the Commissioners' meeting by ZOOM. Mr. Potter spoke about the memo he put together regarding a new Eddie Smith Service District (ESSD) and that it was in the Commissioners' package. Mr. Potter thanked Mr. Davenport for his patience with the County as we try to understand this process. We now know that farmers would like to keep the Special Assessment District as it is now. Mr. Potter said he defers to the Board. Mr. Potter thanked all the farmers for their time and patience. Mr. Gadd discussed the reason to change it from a Special Assessment District to a Service District. The laws that regulate each of these is different. It may be more cumbersome for the County, but it can be done.

COUNTY OF WASHINGTON
BOARD OF COMMISSIONERS

COMMISSIONERS:
WILLIAM "BILL" R. SEXTON, JR., CHAIR
TRACEY A. JOHNSON, VICE-CHAIR
ANN C. KEYES
CAROL V. PHELPS
JULIUS WALKER, JR.



POST OFFICE BOX 1007
PLYMOUTH, NORTH CAROLINA 27962
OFFICE (252) 793-5823
FAX (252) 793-1183

ADMINISTRATION STAFF:
CURTIS S. POTTER
COUNTY MANAGER/COUNTY ATTORNEY
cpotter@washconc.org

CATHERINE "MISSY" DIXON
FINANCE OFFICER
mdixon@washconc.org

JULIE J. BENNETT, CMC, NCMCC
CLERK TO THE BOARD
jbennett@washconc.org

AGENDA ITEM MEMO

MEMO DATE: June 4, 2021 **FOR BOCC MEETING ON:** June 7th, 2021
SUBJECT: Eddie Smith Service District
DEPARTMENT: Soil & Water
FROM: Curtis S. Potter, County Manager/County Attorney (CM/CA)

ATTACHMENTS:

- A- Eddie Smith Drainage Project Report (1pg)
- B- Eddie Smith Drainage Map (1pg)
- C- Notice of Public Hearing to be held on 6/7/21 (1pg)

PURPOSE: To discuss the potential formation of a new Eddie Smith Service District (ESSD) to take the place of the original Eddie Smith Special Assessment District (ESSAD).

SUMMARY BACKGROUND: The ESSAD was formed by the Board in 1992 to complete certain work related to improving drainage in what is known as the Eddie Smith Canal as shown in the attached map. Over the years various assessments have been made to continue maintaining this project which last had a 20 year maintenance budget which expired in 2015. Since that time, multiple discussions have taken place between board members, staff, and property owners within the district regarding the best method to use to continue maintaining the drainage through this waterway. Certain changes in the specific parcels which utilize the Eddie Smith Canal have also occurred over the course of time.

STAFF ANALYSIS: Due to the need to update the property boundaries, and to comply with certain statutory technicalities staff does not recommend further assessments under the current ESSAD which was formed under Article 9 of NCGS Chapter 153A which is primarily intended to fund specific individual capital projects, and not well suited for making ongoing maintenance assessments.

Instead staff recommends the creation of a new ESSD pursuant to Article 16 of NCGS 153A to take the place of the original ESSAD.

A table comparing certain aspects of special assessment districts and service districts is provided below for reference and consideration.

COMPARISON TABLE

EDDIE SMITH OPTIONS	Assessment Basis	Advantages	Disadvantages
Service District (GS 153A Art. 16)	Taxed at annually adjustable rate per \$100 assessed value which is automatically tied to the valuations for each tax year. (153A-307)	Simplest and most flexible "district" solution administratively & operationally. Assessments tied to the standard annual budget process using most recent property assessment values. Permits modification of district boundaries.	Different from historical practice. Cannot use defined amounts for different property types like cleared vs. wooded acres. (although indirectly already factored into overall the assessed value)
Special Assessment District (GS 153A Art. 9)	Can be based initially on a wide variety of different factors, BUT once set, original basis CANNOT be changed.	Allows assessing different rates for different "categories" of property.	Original assessment basis cannot be changed. Does NOT permit modification of district boundaries. Requires recurring public hearings and notices to all property owners about EACH tax scroll approved for EACH approved "budget period" using same approved scroll for each year.
Allocate pro-rata portion of watershed improvement tax	Same as Service District by pro-rating the portion of the WIT equal to the total assessed valuation of the Eddie Smith District area compared to the county.	Potentially simplest internal administrative method.	May deplete revenues for other countywide projects, or create precedent for additional pro-ration leading to same issue. Funds would not be legally restricted for use only in Eddie Smith and could be reassigned to other drainage projects.

As noted above, while the annual recurring use of a service district method would be much simpler from an administrative perspective, it will unfortunately also result in the loss of the ability to continue making

assessments at different specific rates for cleared vs. wooded acres the way that ESSD assessments have historically been made.

However, the assessed value for each acre of property under the service district model does also factor in a variety of different values including cleared and wooded status under a much more sophisticated formula which staff would advocate may serve as a better more equitable model of overall assessment.

If a special assessment district were utilized again, it will require the ongoing periodic review and approval of a new tax scroll each time a specific budget period is selected within which to make certain specifically defined maintenance assessments. That process will require formal written notice to each land owner to advertise a public hearing and comply with certain administratively burdensome statutes. The scroll does not automatically adjust from year to year the way it effectively would under a service district model. Although a longer budget period such as 5 or 10 years can be selected to avoid this process every year, it relies on the one original approved tax scroll and locks the actual assessments in for the specific budget period to cover only the pre-determined maintenance needs of the district as they were estimated at the time of setting each budget period and making the assessment pursuant to it using the last specifically approved tax scroll.

A service district method would provide much greater flexibility to adjust the assessments annually to meet the evolving needs of maintaining the Eddie Smith Canal.

Additionally, there is no authority for periodically adjusting the boundaries of a special assessment district in future years the way the statutes permit you to do for a service district in the event that changes to the watershed are made which need to be taken into consideration.

FINANCIAL IMPACTS & ANALYSIS: Generally, district funds are generated through special assessments which are restricted for use toward district expenses. Most recently the assessments levied by the ESSAD for annual maintenance were just over \$6000. Using the most recent estimated appraised value of all property in the proposed new service district of \$51,840,380, a special assessment of \$.000125 per \$100 of assessed value would be required to generate approximately \$6500 annually.

Indirectly, the County contributes administration resources to properly assess, collect, track, and spend said funds primarily through independent contractors monitored by the Soil & Water department which could be charged back to the district. Staff recommends ongoing review the amount of time and resources taken to administer the selected district and consideration of seeking to recoup such costs from the district funds.

RECOMMENDATIONS:

1. Open the Public Hearing and receive public comments.
2. Discuss the pros/cons of forming the new proposed Eddie Smith Service District
3. Close or recess the public hearing to continue at the next meeting.
4. Direct staff to either:
 - a. Bring a resolution to accomplish the formation of the Eddie Smith Service District to the next board meeting; or
 - b. Take other action as directed by the board after the public hearing and discussion.

COUNTY OF WASHINGTON

BOARD OF COMMISSIONERS

COMMISSIONERS:
WILLIAM "BILL" R. SEXTON, JR., CHAIR
TRACEY A. JOHNSON, VICE-CHAIR
ANN C. KEYES
CAROL V. PHELPS
JULIUS WALKER, JR.



POST OFFICE BOX 1007
PLYMOUTH, NORTH CAROLINA 27962
OFFICE (252) 793-5823
FAX (252) 793-1183

ADMINISTRATION STAFF:
CURTIS S. POTTER
COUNTY MANAGER/COUNTY ATTORNEY
cpotter@washconc.org

CATHERINE "MISSY" DIXON
FINANCE OFFICER
mdixon@washconc.org

JULIE J. BENNETT, CMC, NCMCC
CLERK TO THE BOARD
jbennett@washconc.org

DRAINAGE PROJECT REPORT

Establishment of a County Service District

to improve drainage by maintaining ditches, canals and watercourses

pursuant to NCGS §153A-300 – §153A-310

1. **A map of the proposed district showing the boundaries is attached hereto as Exhibit A.**
2. **The proposed district meets the standards set out in NCGS 153A-302(a):**

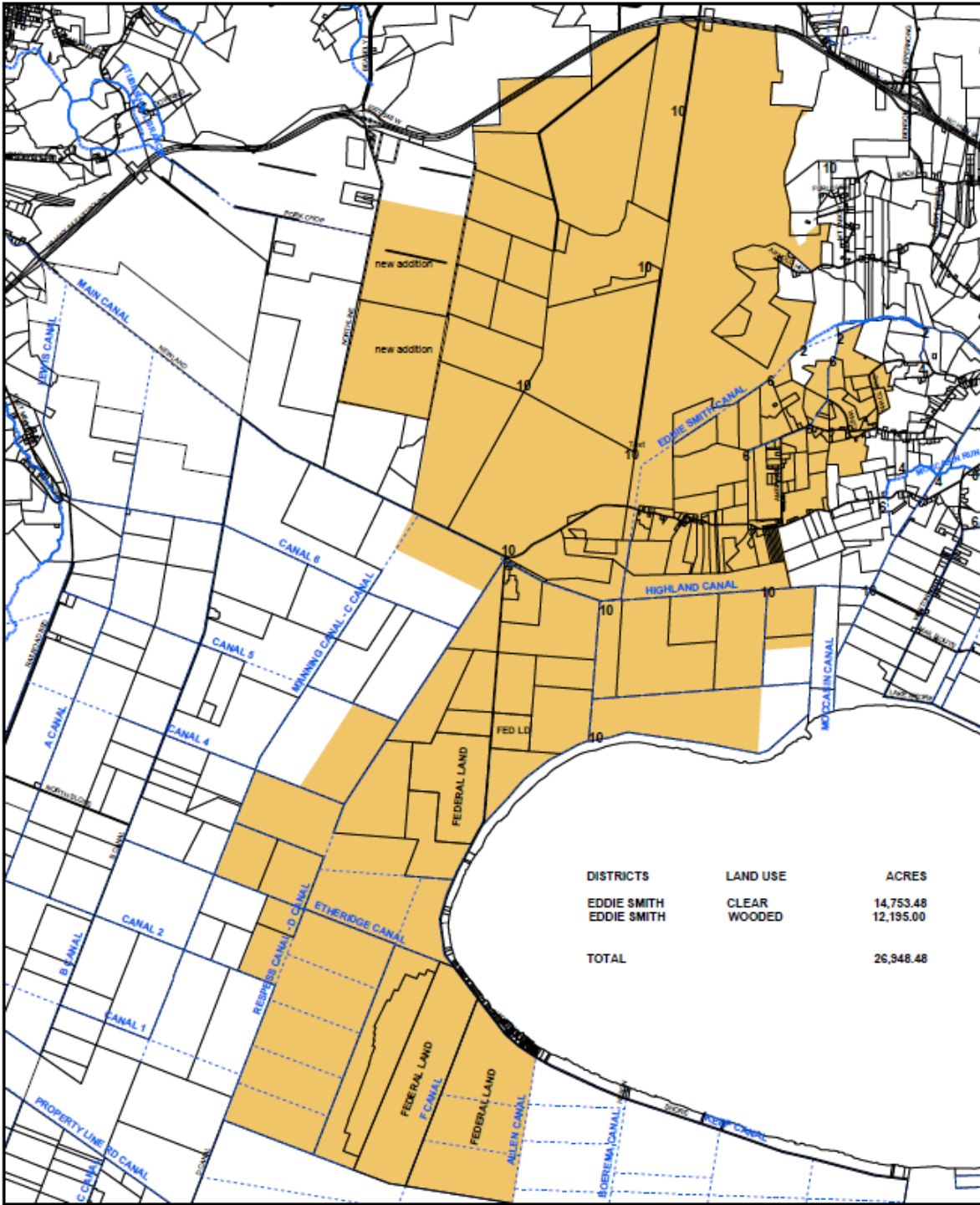
The majority of the property in eastern Washington County encompassing the proposed service district is within the boundaries of the Eddie Smith Special Assessment District, which was established in 1994. The new service district will replace the Eddie Smith Special Assessment District and its boundaries will be slightly expanded. The purpose for replacing the special assessment district with a service district is that the statutory framework pertaining to service districts is better suited for funding ongoing drainage related services. Upon expenditure of all funds held for the Eddie Smith Special Assessment District, the Eddie Smith Special Assessment District will be discontinued and abolished by Washington County. The need for drainage maintenance in this area of the County to enhance farming, forestry and residential uses is perpetual.

The primary use of the land in the proposed area is farming. The resident population is sparse. The appraised value of the property in the proposed district is approximately \$51,840,380. The present County tax rate is \$0.8550 per \$100.00 valuation and the only other taxing district existing in the same location is the aforementioned Eddie Smith Special Assessment District.

The proposed district is well prepared to sustain the additional taxes necessary to improve and maintain drainage. The Eddie Smith Special Assessment District has been used for the same purpose since its inception. As a result, the landowners have come to expect and rely on improved drainage provided by Washington County.

3. **Plan for providing proposed services within the boundaries of the service district:**
The project entails all forms of drainage maintenance within the proposed boundaries, including but not limited to:
 - a. clearing and snagging of trees, logs, alligator weed and other debris in the canals, ditches and watercourses.
 - b. mowing of ditch banks
 - c. clearing and removal of sediment from canals, banks and ditches

The County will primarily contract with independent service providers to perform the services listed above.



EDDIE SMITH DRAINAGE MAP





WASHINGTON COUNTY

P.O. BOX 1007

Plymouth, North Carolina 27962

(252) 793-5823 PHONE

(252) 793-2849 FAX

NOTICE OF PUBLIC HEARING

The Washington County Board of Commissioners will conduct a Public Hearing on the establishment of a Service District in eastern Washington County for the purpose of maintaining drainage of real property as shown on map herewith, on **Monday, June 7, 2021** at its **6:00 p.m.** meeting in the County Commissioner's Room at 116 Adams Street, Plymouth, NC 27962. Recommended social distancing and CDC health and safety guidelines will be observed.

A report describing the proposed service district pursuant to NCGS 153A-302(b) is enclosed and also available for public inspection in the office of the clerk to the Board of County Commissioners at 116 Adams Street, Plymouth, NC 27962 between the hours of 9:00 a.m. – 5:00 p.m., Monday through Friday.

William R. Sexton, Jr., Chairman
Washington County Board of Commissioners

Mr. Potter said the Board doesn't have to vote on this tonight. A Special Assessment District doesn't have a time constraint on it like if they were making it a Service District. Chair Sexton said if they have any issues, they can come back to the Board.

COVID-19 AND VACCINE UPDATE: Mr. Wes Gray, MTW Health Department Director gave an update on COVID-19 and the vaccines.

JUNE 7, 2021

Washington County COVID-19 Update

North Carolina		United States		Global	
Total Cases	1,005,966	Total Cases	34,211,824	Total Cases	174,210,518
Deaths	13,199	Deaths	612,387	Deaths	3,747,399
Recovered	985,048	Recovered	28,123,250	Recovered	157,333,347

Total Confirmed Cases in North Carolina

Tested and % Positive Rate in Washington County (per week)

County Numbers

1145 TOTAL CASES
1106 RECOVERIES
8 ACTIVE CASES
.....
31 DEATHS
2 HOSPITALIZED
.....
3 NEW CASES SINCE FRIDAY, 6/4 (AVG. OF 1 PER DAY)
.....

MTW DISTRICT HEALTH DEPARTMENT

JUNE 7, 2021 COVID-19 DISTRICT REPORT

MARTIN	TYRRELL	WASHINGTON	TOTAL ACTIVE: 20 TOTAL RECOVERIES: 3,691 TOTAL DEATHS: 84
9 active	3 active	8 active	
2,263 recovered	322 recovered	1,106 recovered	
47 deaths	6 deaths	31 deaths	
2319 TOTAL 331 TOTAL 1145 TOTAL			

WEAR A MASK WAIT 6 FT APART WASH YOUR HANDS

Total Tests Completed in NC – As of 6/7: 13,398,916 (2.7% positive) Slight Increase
Diagnostic tests – 6/2: Tyrrell (3,287 or 81.8% of the population), Washington (15,901 or 137.3% of the population), Martin (27,358 tests or 121.9% of the population)
% Positive from May 16 – May 29: Martin (7.0%), Tyrrell (3.4%), Washington (1.9%)
 Population Source: United States Census Bureau - County Quickfacts, July 1, 2019 Population Estimates

Ongoing Outbreaks – 6/4 (these are total case counts since the start of the facility outbreak, not active case counts)

Facility Type	County	Facility	Staff		Residents / Students		Total	
			Cases	Deaths	Cases	Deaths	Cases	Deaths
K-12 School	Washington	Pines Elementary	1	0	6	0	7	0

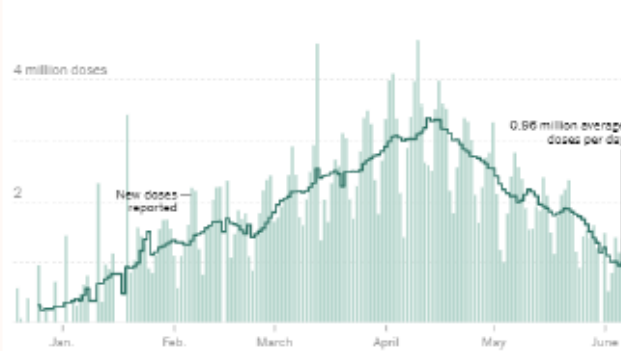
Vaccination Dashboard June 7 (NC is currently 36th in the US for % of population vaccinated)

Location	Doses Distributed / Shots Given	% Used	% of population with 1 st Dose / 2 nd dose
US	371,520,735 / 301,638,578	81%	51% / 42%
NC	11,456,180 / 8,248,878	72%	44% / 37%

County Residents (all sources including hospitals and health departments. As of 6/7, MTW has administered (or transferred to District congregate living homes) 13,360 doses of vaccine)

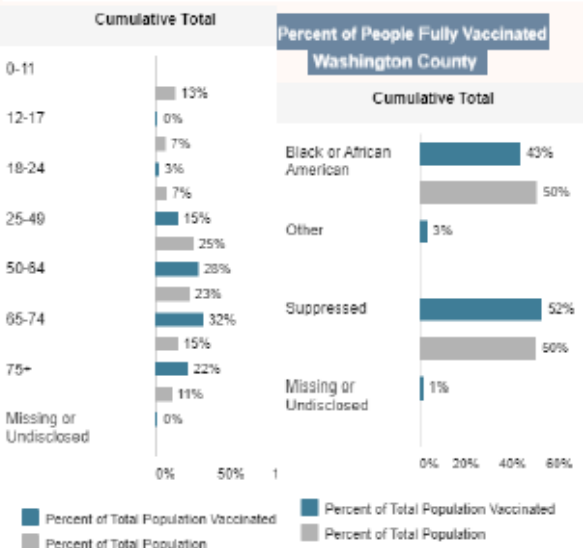
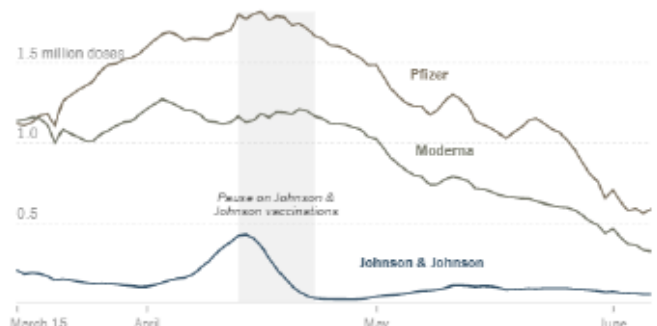
Martin		Tyrrell		Washington	
1 st Dose	2 nd Dose	1 st Dose	2 nd Dose	1 st Dose	2 nd Dose
8,722	7,990	1,450	1,307	4,420	3,840
Population = 22,440		Population = 4,016		Population = 11,582	
% 1 st Dose	% 2 nd Dose	% 1 st Dose	% 2 nd Dose	% 1 st Dose	% 2 nd Dose
39%	36%	36%	33%	38%	33%

New reported doses administered by day

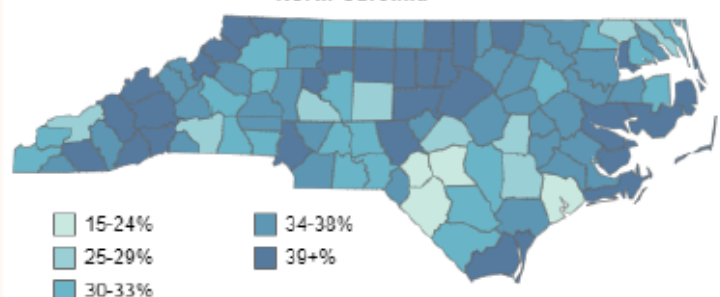


Daily reported doses given by manufacturer

Each line shows the seven-day average.



Percent of Population Fully Vaccinated North Carolina



Chair Sexton thanked Mr. Gray for his presentation.

Commissioner Keyes said there will be presentations made to some area churches on the vaccinations this Sunday and hopefully that will help increase vaccinations.

Mr. Potter said he's been reading the Executive Orders from the Governor and the Governor has lifted masks in office areas, but still says to maintain 3 ft. as long as the court system does. The Board can decide the direction the County goes. Mr. Gray said it's up to each County to decide on what they would like do.

Chair Sexton said to do away with masks. Commissioner Walker said to do away with masks. Commissioner Johnson said to do away with masks. Commissioner Keyes said people should be able to wear a mask if they want to. Mr. Potter said the County would still provide masks in the Administration Building foyer for those who want to wear them. Chair Sexton said he's ok with the staff of County offices not having to wear masks.

Mr. Gray also thanked Mr. Boone for the handicap ramps he built out at MTW.

BOARD OF EQUALIZATION AND REVIEW:

Commissioner Johnson made a motion to re-convene as the Board of Equalization & Review. Commissioner Keyes seconded, motion carried unanimously. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

Ms. Sherri Wilkins, Tax Administrator, noted there were no appeals as of today. Citizens can contact the Tax Office with any questions at 252-793-1176.

Commissioner Johnson made a motion to adjourn the Board of Equalization & Review. Commissioner Walker seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

WATER REVENUE BOND DISCUSSION: Mr. Potter went over the following resolution. Mr. Ted Cole, Davenport and Company and Mr. Bob Jessup were in attendance. Mr. Cole talked about what the County has at the moment.



One James Center
901 East Cary Street
Suite 1100
Richmond, Virginia 23219

Municipal Advisor Disclosure Letter

May 27, 2021

Curtis Potter
County Manager
Washington County, NC

Dear Mr. Potter:

Under Municipal Securities Rulemaking Board (MSRB) rules, all Municipal Advisors are obligated to disclose to their clients the relevant information listed below in italics related to our Municipal Advisor relationship.

1. *The form and basis of direct or indirect compensation for municipal advisory activities.* Our agreement provides for or allows the possible forms of compensation indicated with checkmarks as follows: (x) flat fee; (x) per bond fee; (x) annual retainer; (x) hourly fees (x) other.

2. *Any affiliate of the municipal advisor that provides any advice, service or product to or on behalf of the client that is directly related to municipal advisory activities to be performed.* Davenport is not aware of any such conflict of interest.

3. *Any payments made by the municipal advisor, directly or indirectly, to obtain or retain your business.* Davenport has not made any payments to obtain or retain your business.

4. *Any payments received by the municipal advisor from third parties to enlist our recommendation of their services, any municipal securities transaction or any municipal financial product.* Davenport has not received any payments from third parties to enlist a recommendation from Davenport.

5. *Any fee-splitting arrangements involving the municipal advisor and any provider of investments or services.* Davenport does not have any fee splitting arrangement for investments or services that relate directly or indirectly to our municipal advisor relationship. We occasionally use sub-contractors for certain services as fully disclosed to and agree upon by our client. We will reference the use of any sub-contractors in our invoice for such services.

6. *Any conflicts of interest arising from compensation that is contingent on the size or closing of any transaction as to which we are providing advice.* Davenport, like other Municipal Advisors, has various compensation arrangements available including flat fees, hourly fees, per bond fees, annual retainers and combinations of the same, some of which are only due upon the closing of a transaction. Some believe that flat fees and annual retainers may encourage an

advisor to limit work effort; hourly fees may encourage an advisor to expand work effort; per bond fees may encourage an advisor to recommend a larger issue than necessary in order to generate a larger fee; and fees due only upon closing a transaction that may encourage an advisor to recommend completing a transaction all of which represent potential material conflicts. However, as these are the only known fee arrangements of which we are aware, in all cases our fee arrangements are based on mutual agreement with the client as to the arrangement best suited to their needs.

7. *Any actual or potential conflicts of interest of which we are aware that could reasonably be anticipated to impair our ability to provide advice in accordance with applicable standards of conduct.* Davenport is not aware of any such material conflict of interest. [[For Virginia Clients Only] Davenport is obligated under MSRB rules to objectively investigate or consider reasonably feasible alternatives that might also serve a municipal client's objectives before making a recommendation. From time to time, after evaluating potential financing alternatives, Davenport as local advisor may recommend that a Virginia municipal client borrow through the Virginia Public School Authority or the Virginia Resources Authority. This recommendation is often due to favorable credit ratings, low borrowing costs, lack of need for a voter referendum (in the case of VPSA) or other available benefits. This recommendation may create the perception of a conflict of interest since Davenport serves as financial advisor to each of these Commonwealth agencies. However, as the Authority advisor, Davenport's principal role is assisting the Authority with certain aspects of their programs including cash flow analysis, disclosure, credit ratings, and the distribution of their bond issues. As Authority advisor Davenport has no direct role in their application approval process or their local borrower negotiations or relations. Moreover, the professionals who work with these Authorities are not allowed to represent localities when borrowing through the Authorities. As a result, we do not believe these relationships will impair in any manner our ability either to render advice to you or on your behalf as your local advisor or to fulfill our obligations to you.]

8. *Any legal or disciplinary event that is material to the client's evaluation of the municipal advisor or the integrity of its management or advisory personnel. A description of the specific type of information regarding legal and disciplinary events requested by federal regulators, which includes information about any criminal actions, regulatory actions, investigations, terminations, judgments, liens, civil judicial actions, customer complaints, arbitrations and civil litigation, and detailed information specifying where the client may electronically access the municipal advisor's most recent Form MA and each most recent Form MA-I filed with the Securities and Exchange Commission. The date of the last material change or addition to the legal or disciplinary event disclosures on any Form MA or Form MA-I filed with the SEC by the municipal advisor and a brief explanation of the basis for the materiality of the change or addition.* Davenport's municipal advisory practice has no such events to disclose. Davenport's Form MA and Form MA-1 can be found at

<https://www.sec.gov/cgi-bin/browse-edgar?action=getcompany&CIK=0000887777&type=ma&dateb=&owner=exclude&count=40>

On June 18, 2015 after voluntarily self reporting certain information to the Securities and Exchange Commission ("SEC") in connection with an SEC industry-wide Municipal Continuing Disclosure Cooperation (MCDC) Initiative, and without admitting or denying the findings, Davenport consented to the entry of an order by the SEC of Administrative and Cease and Desist proceedings pursuant to Section 8A of the Securities Act of 1933 and Section 15(b) of the Securities Act of 1934. The order related to two (2) municipal offerings where Davenport acted as an underwriter and not a municipal advisor during the five year time period of 2009 through

2014, and involved alleged violations of Section 17(a)(2) of the Securities Act. All regulatory and disciplinary actions taken by any state or federal regulatory agency involving the firm, may be found at the following website: <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/>; searching for Davenport & Company LLC as a Firm, accepting the terms and conditions, downloading a detailed report and reviewing disclosure events.

9. *The scope of municipal advisory activities to be performed and any limits on the scope of the engagement.* The scope of services to be provided is listed in the financial advisor agreement and is limited only to the extent provided in such agreement.

10. *The date, triggering event, or means for the termination of the municipal advisory relationship, or, if none, a statement that there is none. Any terms relating to withdrawal from the municipal advisory relationship.* The agreement to provide you with financial advisor services is deemed to be a valid agreement to provide such services unless the agreement has been terminated by either party in writing, or unless any and all services contemplated by the agreement have been completed. The terms, if any, relating to withdrawal from the municipal advisory relationship are reflected in the financial advisor agreement.

11. *Municipal Advisory Client Education and Protection.* Davenport is required to provide the following information in writing to each Municipal Advisory customer: (i) Davenport is registered with the SEC and the MSRB; (ii) the website of the MSRB is <http://www.msrb.org>; and (iii) available to you on the website of the MSRB is an investor brochure that describes the protections that may be provided by the MSRB rules and how to file a complaint with an appropriate regulatory authority.

During the term of the municipal advisory relationship, this disclosure will be promptly amended or supplemented to reflect any changes in or additions to the terms or information provided.

October 13, 2017

May 26, 2021

Mr. Curtis Potter
County Manager
Washington County, NC
116 Adams Street
P.O. Box 1007
Plymouth, NC 27962

Dear Mr. Potter:

The Municipal Securities Rulemaking Board requires under Rule G-23 that we have a written engagement letter with our clients promptly upon the inception of a financial advisory relationship. Your signature below will confirm that Davenport & Company LLC will be providing Washington County, North Carolina general financial advisory services including but not limited to capital planning, financing of capital projects and refinancing of existing debt obligations, until the relationship is terminated, which you may do at any time. The basis of compensation for an engagement, if any, is anticipated to be a flat fee or other arrangement to be mutually acceptable and agreed upon in writing prior to the completion of the engagement.

Specifically related to the refinancing of the County's Water & Sewer Revenue Refunding Bond, Series 2013A&B, Davenport proposes the following:

I. Scope of Services:

- Prepare a detailed schedule for the refinancing including all required notices (e.g. Notices of Prepayment), County Board actions, and public hearings (if necessary), etc;
- Coordinate the due diligence and issuance process with the LGC and assist in obtaining any necessary approvals, including:
 - Schedule the LGC Pre-Application meeting/call and prepare discussion materials to serve as a guide for the conversation.
 - Assist in the preparation of the LGC application.
 - Coordinate with LGC staff to ensure all necessary information is available in a timely fashion and assist in preparing the LGC Agenda item.
 - Attend LGC Meeting (if necessary).
- Provide market related insights as to timing and structure for the financing, including debt structuring, maturity dates, amortization, collateral and call/prepayment provisions.

- Obtain financing proposals from local, regional and/or national banks for the potential refinancing, as requested.
 - Prepare a summary analysis of each proposal such that issuance costs, interest rates and terms and conditions of each proposal can be easily compared and support County Officials in making their selection of the winning proposal.

- Attend County Board meetings and present information and recommendations as requested by County Staff.

- In cooperation with the working group, assist in preparing and/or reviewing the necessary financing related documentation.

- Provide necessary analysis including modeling the bond issue and producing schedules outlining sources and uses of funds, debt service, escrow requirements, bond statistics, and other schedules necessary for bond documentation and closing.

- Assist in the Coordination of Closing:
 - Prepare analysis of Settlement Costs & Flow of Funds.
 - Prepare a detailed closing memorandum summarizing the transaction and providing necessary instructions for closing wires.
 - Facilitate documentation to close transaction.
 - Prepare required analysis for tax documentation.

II. Compensation:

For professional services described above, Davenport will charge a fixed financial advisory fee in an amount not-to-exceed \$25,000. Customary direct out-of-pocket expenses (meals, lodging and mileage) will be billed at cost. Additionally, there will be a 4% charge for reimbursement of indirect costs such as conference calls, computer time, printing, and binding. The financial advisory fee and the reimbursement for expenses will be paid upon the successful closing of the financing or at such other time as is agreeable to all parties.

III. Termination:

The County or Davenport may terminate this Agreement at any time upon thirty (30) days written notice without cause. If any party terminates this agreement as set forth above, it is understood and agreed that the only amount due to Davenport will be for services provided and expenses incurred through the date of termination.

If this appropriately describes our relationship please indicate by signing and returning one copy of this letter to my attention.

Sincerely,

Accepted By:



Ted Cole
Senior Vice President
Davenport Public Finance

Mr. Curtis Potter
County Manager
Washington County, NC

Overview of Potential Refinancing

Washington County, North Carolina



June 7, 2021



Overview of Potential Refinancing 2013 Water Revenue Refunding Bonds

Overview of Existing Bonds

- In August 2013, the County issued two Water Revenue Refunding Bonds through a Direct Bank Loan with BB&T (now Truist Bank).
 - The 2013A Water Revenue Refunding Bond refinanced an existing Water Revenue Bond Direct Bank Loan with BB&T:
 - Original Par Amount: \$776,179.51
 - Remaining Par Amount (After 6/1/21): \$530,035.31
 - Interest Rate: 3.89%
 - Final Maturity: 6/1/2033
 - Prepayment: Any Payment Date
 - Prepayment Penalty: 1% of Principal Outstanding
 - The 2013B Water Revenue Refunding Bond refinanced an existing Water Revenue Bond USDA Loan:
 - Original Par Amount: \$4,140,000
 - Remaining Par Amount (After 6/1/21): \$2,827,111.65
 - Interest Rate: 3.89%
 - Final Maturity: 6/1/2033
 - Prepayment: Any Payment Date
 - Prepayment Penalty: 1% of Principal Outstanding

Overview of Truist Bank (Legacy BB&T) Proposal

- Truist Bank (Legacy BB&T) has provided a proposal to refund the outstanding 2013A&B Water Revenue Refunding Bonds with the following Terms and Conditions:
 - Interest Rate: 2.09% (Fixed through Maturity)
 - Rate Expiration: July 16, 2021
 - NTE Par Amount: \$3.5 million
 - Final Maturity: 6/1/2033
 - Payments: Annual Principal and Interest
 - New Prepayment Provisions: Anytime without penalty
 - Prior Prepayment Provisions: Any Penalties Waived
 - Tax Status: Tax Exempt, Bank Qualified
 - Document Review Fee: \$5,900
 - Bank Counsel: Pope Flynn, LLC
- The proposal provided by Truist Bank (Legacy BB&T) is included in Appendix A.

Recent Comparative Bank Rates



- A summary of recent Bank rates for 10 and 15 year Tax-Exempt Loans in North Carolina is summarized below:

Bid Date	Issuer	Interest Rate Range		Term	Low Bid	High Bid	Credit
		BQ/NBQ	Tax Status				
1/19/2021	Haywood County, NC	NBQ	Tax-Exempt	10	1.5700%	2.3500%	IFC
January LGC	Atlantic Beach, NC	-	Tax-Exempt	15	2.3900%	-	IFC
1/19/2021	Haywood County, NC	NBQ	Tax-Exempt	15	1.9500%	2.8300%	IFC
1/20/2021	Nash County, NC	NBQ	Tax-Exempt	15	1.6500%	2.2300%	IFC
1/6/2021	Macon County, NC	NBQ	Tax-Exempt	15	1.6900%	2.1900%	IFC
February LGC	Newton, NC	-	Tax-Exempt	15	1.9200%	-	IFC
February LGC	Southern Pines, NC	-	Tax-Exempt	15	1.9100%	-	IFC
3/23/2021	Central Nash Water and Sewer District, NC	NBQ	Tax-Exempt	15	2.0700%	2.4700%	GO
3/24/2021	Harrisburg, NC	NBQ	Tax-Exempt	15	2.2530%	3.1200%	GO
3/24/2021	Harrisburg, NC	NBQ	Tax-Exempt	15	2.2590%	3.1800%	Revenue
3/25/2021	Town of Apex	NBQ	Tax-Exempt	10	1.0500%	2.7300%	GO
4/21/2021	City of Hickory	NBQ	Tax-Exempt	12	1.7500%	2.2150%	Revenue/IFC
April LGC	Town of Carthage	-	Tax-Exempt	15	2.2900%	-	IFC
April LGC	Mooresville Graded School District	-	Tax-Exempt	15	1.9500%	-	IFC
April LGC	City of New Bern	-	Tax-Exempt	10	1.7500%	-	IFC
April LGC	Polk County	-	Tax-Exempt	15	2.1860%	-	IFC
April LGC	Sampson County	-	Tax-Exempt	15	2.2100%	-	IFC
April LGC	Town of Smithfield	-	Tax-Exempt	15	2.2000%	-	IFC
May LGC	Village of Marvin, NC	-	Tax-Exempt	15	2.3800%	-	IFC
May LGC	City of Oxford	-	Tax-Exempt	10	2.1400%	-	IFC
May LGC	City of Statesville	-	Tax-Exempt	15	2.4800%	-	IFC
May LGC	Town of Troutman	-	Tax-Exempt	10	2.2500%	-	IFC
June LGC	Town of Rolesville	-	Tax-Exempt	10	1.6300%	-	IFC
June LGC	City of Sanford	-	Tax-Exempt	15	2.1800%	-	IFC
June LGC	Beaufort County	-	Tax-Exempt	12	2.1300%	-	IFC

Refunding of Water Bonds, Series 2013A&B



Summary of Refunding Results		
1 Bonds Refunded		
2 Par Refunded	\$	3,357,147
3 Coupon		3.890%
4 Call Date		Current
5 Call Price		100.00%
6 Maturities Refunded		6/1/2022 - 2033
7		
8 Refunding Bonds		
9 Bond Par Amount	\$	3,440,000
10 Final Maturity		6/1/2033
11 Direct Bank Loan Rate		2.090%
12 All-In TIC		2.400%
13 Closing / Payoff Date		7/16/2021
14		
15 Savings		
16 Gross Savings	\$	350,607
17 Net PV Savings	\$	308,341
18 Net PV Savings %		9.185%
19 Average Annual Savings	\$	29,217

Annual Savings			
Year	Net Prior Bond Debt Service	Net Refunding Debt Service	Annual Savings
6/30/2022	355,432	327,909	27,523
6/30/2023	355,432	326,358	29,074
6/30/2024	355,432	325,924	29,508
6/30/2025	355,432	326,385	29,047
6/30/2026	355,432	326,721	28,711
6/30/2027	355,432	325,932	29,500
6/30/2028	355,432	326,038	29,394
6/30/2029	355,432	327,019	28,413
6/30/2030	355,432	325,853	29,579
6/30/2031	355,432	325,583	29,849
6/30/2032	355,432	325,188	30,244
6/30/2033	355,432	325,667	29,765
Total	\$ 4,265,183	\$ 3,914,576	\$ 350,607

Notes:

-Savings net of Fixed Costs of Issuance of \$60,000 and Bank Fees of \$5,900.

Preliminary Financing Schedule



Date	Task
Late May / Early June	LGC Pre-Application Call Submit LGC Refunding Application
June 7 th	County Board Meeting <ul style="list-style-type: none">County Board considers adopting a Preliminary Findings Resolution
Month of June	Develop Financing Documents Coordinate with LGC on Application and Agenda Process
July 6 th	County Board Meeting <ul style="list-style-type: none">County Board considers adopting a Bond Order
Early / Mid July	Finalize Financing Documents Prepare Closing Transaction Memorandum Coordinate Closing Logistics and Execute Financing Documents
July 13 th	LGC considers approving the financing
By July 16 th	Close on Refinancing



Appendix A

Truist Bank (Legacy BB&T) – Refinancing Proposal



Branch Banking & Trust Company

Governmental Finance

5130 Parkway Plaza Boulevard
Charlotte, North Carolina 28217
Phone (704) 954-1700
Fax (704) 954-1799

May 27, 2021

Ms. Catherine Dixon
Washington County, NC
PO Box 1007
Plymouth, NC 27962

Dear Ms. Dixon:

Trust Bank ("Lender") is pleased to offer this proposal for the financing requested by Washington County, NC ("Borrower").

PROJECT: Refunding Existing Notes 00004 & 00005

AMOUNT: not to exceed \$3,500,000.00

MATURITY DATE: June 1, 2033

INTEREST RATE: 2.09%

TAX STATUS: Tax Exempt – Bank Qualified

PAYMENTS: Interest: Annual
Principal: Annual

**INTEREST RATE
CALCULATION:** 30/360

SECURITY: Pledge of revenues derived from the Borrower's water system

**PREPAYMENT
TERMS:** Prepayable in whole at any time without penalty. Should the Borrower elect to proceed with this proposal, Lender agrees to waive any existing prepayment penalties on Note 00005.

**RATE
EXPIRATION:** July 16, 2021

**DOCUMENTATION/
LEGAL REVIEW
FEE:** N/A

FUNDING: The financing shall be fully funded at closing and allow for a maximum of four funding disbursements in the form of wires or checks.

DOCUMENTATION: It shall be the responsibility of the Borrower to retain and compensate counsel to appropriately structure the financing documents according to Federal and State statutes. Documents shall include provisions that will outline appropriate changes to be implemented in the event that this transaction is determined to be taxable or non-bank qualified in accordance with the Internal Revenue Code. These provisions must be acceptable to Lender.

Lender shall also require the Borrower to provide an unqualified bond counsel opinion, a no litigation certificate, and evidence of IRS Form 8038 filing. Lender and its counsel reserve the right to review and approve all documentation before closing. Lender will not be required to present the bond for payment.

REPORTING

REQUIREMENTS: Lender will require financial statements to be delivered within 270 days after the conclusion of each fiscal year-end throughout the term of the financing or in accordance with state requirements.

Lender shall have the right to cancel this offer by notifying the Borrower of its election to do so (whether this offer has previously been accepted by the Borrower) if at any time prior to the closing there is a material adverse change in the Borrower's financial condition, if we discover adverse circumstances of which we are currently unaware, if we are unable to agree on acceptable documentation with the Borrower or if there is a change in law (or proposed change in law) that changes the economic effect of this financing to Lender.

Costs of counsel for the Borrower and any other costs will be the responsibility of the Borrower.

The stated interest rate assumes that the Borrower expects to borrow no more than \$10,000,000 in the current calendar year and that the financing will qualify as qualified tax-exempt financing under the Internal Revenue Code. Lender reserves the right to terminate this bid or to negotiate a mutually acceptable interest rate if the financing is not qualified tax-exempt financing.

We appreciate the opportunity to offer this financing proposal. Please call me at (803) 413-4991 with your questions and comments. We look forward to hearing from you.

Sincerely,

Truist Bank



Andrew G. Smith
Senior Vice President



Appendix B

Preliminary Detailed Refinancing Numbers

TABLE OF CONTENTS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Report	Page
Water Revenue Refunding Bond, Series 2021	
Sources and Uses of Funds	1
Bond Summary Statistics	2
Bond Pricing	3
Net Debt Service	4
Summary of Refunding Results	5
Savings	6
Summary of Bonds Refunded	7
Escrow Requirements	8
Refunding of 2013A Water Revenue Refunding Bond (BB&T)	
Sources and Uses of Funds	9
Net Debt Service	10
Summary of Refunding Results	11
Savings	12
Summary of Bonds Refunded	13
Prior Bond Debt Service	14
Escrow Requirements	15
Refunding of 2013B Water Revenue Refunding Bond (BB&T)	
Sources and Uses of Funds	16
Net Debt Service	17
Summary of Refunding Results	18
Savings	19
Summary of Bonds Refunded	20
Prior Bond Debt Service	21
Escrow Requirements	22
Water Revenue Refunding Bond, Series 2021	
Disclaimer	23

SOURCES AND USES OF FUNDS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Dated Date 07/16/2021
Delivery Date 07/16/2021

Sources:	Refunding of 2013A Water Revenue Refunding Bond (BB&T)	Refunding of 2013B Water Revenue Refunding Bond (BB&T)	Total
Bond Proceeds:			
Par Amount	544,000.00	2,896,000.00	3,440,000.00
	544,000.00	2,896,000.00	3,440,000.00
Uses:	Refunding of 2013A Water Revenue Refunding Bond (BB&T)	Refunding of 2013B Water Revenue Refunding Bond (BB&T)	Total
Refunding Escrow Deposits:			
Cash Deposit	532,612.61	2,840,858.48	3,373,471.09
Cost of Issuance:			
Cost of Issuance	10,421.40	55,478.60	65,900.00
Other Uses of Funds:			
Additional Proceeds	965.99	(337.08)	628.91
	544,000.00	2,896,000.00	3,440,000.00

BOND SUMMARY STATISTICS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Dated Date	07/16/2021
Delivery Date	07/16/2021
Last Maturity	06/01/2033
Arbitrage Yield	2.079576%
True Interest Cost (TIC)	2.079576%
Net Interest Cost (NIC)	2.090000%
All-In TIC	2.399968%
Average Coupon	2.090000%
Average Life (years)	6.601
Duration of Issue (years)	6.124
Par Amount	3,440,000.00
Bond Proceeds	3,440,000.00
Total Interest	474,576.30
Net Interest	474,576.30
Total Debt Service	3,914,576.30
Maximum Annual Debt Service	327,909.00
Average Annual Debt Service	329,648.53
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	
Total Underwriter's Discount	
Bid Price	100.000000

Bond Component	Par Value	Price	Average Coupon	Average Life
Bond Component	3,440,000.00	100.000	2.090%	6.601
	3,440,000.00			6.601

	TIC	All-In TIC	Arbitrage Yield
Par Value	3,440,000.00	3,440,000.00	3,440,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount			
- Cost of Issuance Expense		(65,900.00)	
- Other Amounts			
Target Value	3,440,000.00	3,374,100.00	3,440,000.00
Target Date	07/16/2021	07/16/2021	07/16/2021
Yield	2.079576%	2.399968%	2.079576%

BOND PRICING

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Bond Component	Maturity Date	Amount	Rate	Yield	Price
Bond Component:	06/01/2022	265,000	2.090%	2.090%	100.000
	06/01/2023	260,000	2.090%	2.090%	100.000
	06/01/2024	265,000	2.090%	2.090%	100.000
	06/01/2025	271,000	2.090%	2.090%	100.000
	06/01/2026	277,000	2.090%	2.090%	100.000
	06/01/2027	282,000	2.090%	2.090%	100.000
	06/01/2028	288,000	2.090%	2.090%	100.000
	06/01/2029	295,000	2.090%	2.090%	100.000
	06/01/2030	300,000	2.090%	2.090%	100.000
	06/01/2031	306,000	2.090%	2.090%	100.000
	06/01/2032	312,000	2.090%	2.090%	100.000
	06/01/2033	319,000	2.090%	2.090%	100.000
		3,440,000			

Dated Date	07/16/2021	
Delivery Date	07/16/2021	
First Coupon	06/01/2022	
Par Amount	3,440,000.00	
Original Issue Discount		
Production	3,440,000.00	100.000000%
Underwriter's Discount		
Purchase Price	3,440,000.00	100.000000%
Accrued Interest		
Net Proceeds	3,440,000.00	

NET DEBT SERVICE

Washington County, NC
 Water Revenue Refunding Bond, Series 2021

Date	Principal	Coupon	Interest	Total Debt Service	Net Debt Service
06/01/2022	265,000	2.090%	62,909.00	327,909.00	327,909.00
06/01/2023	260,000	2.090%	66,357.50	326,357.50	326,357.50
06/01/2024	265,000	2.090%	60,923.50	325,923.50	325,923.50
06/01/2025	271,000	2.090%	55,385.00	326,385.00	326,385.00
06/01/2026	277,000	2.090%	49,721.10	326,721.10	326,721.10
06/01/2027	282,000	2.090%	43,931.80	325,931.80	325,931.80
06/01/2028	288,000	2.090%	38,038.00	326,038.00	326,038.00
06/01/2029	295,000	2.090%	32,018.80	327,018.80	327,018.80
06/01/2030	300,000	2.090%	25,853.30	325,853.30	325,853.30
06/01/2031	306,000	2.090%	19,583.30	325,583.30	325,583.30
06/01/2032	312,000	2.090%	13,187.90	325,187.90	325,187.90
06/01/2033	319,000	2.090%	6,667.10	325,667.10	325,667.10
	3,440,000		474,576.30	3,914,576.30	3,914,576.30

SUMMARY OF REFUNDING RESULTS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

	Refunding of 2013A Water Revenue Refunding Bond (BB&T)	Refunding of 2013B Water Revenue Refunding Bond (BB&T)	Total
Dated Date	07/16/2021	07/16/2021	07/16/2021
Delivery Date	07/16/2021	07/16/2021	07/16/2021
Arbitrage Yield	2.079576%	2.079576%	2.079576%
Escrow Yield			
Value of Negative Arbitrage			
Bond Par Amount	544,000.00	2,896,000.00	3,440,000.00
True Interest Cost	2.079577%	2.079576%	2.079576%
Net Interest Cost	2.090000%	2.090000%	2.090000%
All-In TIC	2.400535%	2.399861%	2.399968%
Average Coupon	2.090000%	2.090000%	2.090000%
Average Life	6.588	6.603	6.601
Par amount of refunded bonds	530,035.31	2,827,111.65	3,357,146.96
Average coupon of refunded bonds	3.890000%	3.890000%	3.890000%
Average life of refunded bonds	6.828	6.828	6.828
PV of prior debt	591,698.76	3,156,013.35	
Net PV Savings	48,664.75	259,676.27	308,341.02
Percentage savings of refunded bonds	9.181417%	9.185215%	9.184615%

SAVINGS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Date	Prior Debt Service	Refunding Debt Service	Savings
06/30/2022	355,431.95	327,909.00	27,522.95
06/30/2023	355,431.95	326,357.50	29,074.45
06/30/2024	355,431.95	325,923.50	29,508.45
06/30/2025	355,431.95	326,385.00	29,046.95
06/30/2026	355,431.95	326,721.10	28,710.85
06/30/2027	355,431.95	325,931.80	29,500.15
06/30/2028	355,431.95	326,038.00	29,393.95
06/30/2029	355,431.95	327,018.80	28,413.15
06/30/2030	355,431.96	325,853.30	29,578.66
06/30/2031	355,431.95	325,583.30	29,848.65
06/30/2032	355,431.95	325,187.90	30,244.05
06/30/2033	355,431.77	325,667.10	29,764.67
	4,265,183.23	3,914,576.30	350,606.93

Savings Summary

PV of savings from cash flow	307,712.11
Plus: Refunding funds on hand	628.91
Net PV Savings	308,341.02

SUMMARY OF BONDS REFUNDED

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Water Refunding, Series 2013A (BB&T), 2013A, BOND:					
	06/01/2022	3.890%	35,498.17	07/16/2021	100.000
	06/01/2023	3.890%	36,879.05	07/16/2021	100.000
	06/01/2024	3.890%	38,313.64	07/16/2021	100.000
	06/01/2025	3.890%	39,804.04	07/16/2021	100.000
	06/01/2026	3.890%	41,352.42	07/16/2021	100.000
	06/01/2027	3.890%	42,961.03	07/16/2021	100.000
	06/01/2028	3.890%	44,632.21	07/16/2021	100.000
	06/01/2029	3.890%	46,368.40	07/16/2021	100.000
	06/01/2030	3.890%	48,172.14	07/16/2021	100.000
	06/01/2031	3.890%	50,046.03	07/16/2021	100.000
	06/01/2032	3.890%	51,992.82	07/16/2021	100.000
	06/01/2033	3.890%	54,015.36	07/16/2021	100.000
			<u>530,035.31</u>		
Water Refunding, Series 2013B (BB&T), 2013B, BOND:					
	06/01/2022	3.890%	189,340.77	07/16/2021	100.000
	06/01/2023	3.890%	196,706.12	07/16/2021	100.000
	06/01/2024	3.890%	204,357.99	07/16/2021	100.000
	06/01/2025	3.890%	212,307.52	07/16/2021	100.000
	06/01/2026	3.890%	220,566.28	07/16/2021	100.000
	06/01/2027	3.890%	229,146.31	07/16/2021	100.000
	06/01/2028	3.890%	238,060.10	07/16/2021	100.000
	06/01/2029	3.890%	247,320.64	07/16/2021	100.000
	06/01/2030	3.890%	256,941.41	07/16/2021	100.000
	06/01/2031	3.890%	266,936.43	07/16/2021	100.000
	06/01/2032	3.890%	277,320.26	07/16/2021	100.000
	06/01/2033	3.890%	288,107.82	07/16/2021	100.000
			<u>2,827,111.65</u>		
			<u>3,357,146.96</u>		

ESCROW REQUIREMENTS

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Period Ending	Interest	Principal Redeemed	Total
07/16/2021	16,324.13	3,357,146.96	3,373,471.09
	16,324.13	3,357,146.96	3,373,471.09

SOURCES AND USES OF FUNDS

Washington County, NC
Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Dated Date 07/16/2021
Delivery Date 07/16/2021

Sources:

Bond Proceeds:	
Par Amount	544,000.00
	<hr/>
	544,000.00

Uses:

Refunding Escrow Deposits:	
Cash Deposit	532,612.61
Cost of Issuance:	
Cost of Issuance	10,421.40
Other Uses of Funds:	
Additional Proceeds	965.99
	<hr/>
	544,000.00

NET DEBT SERVICE

Washington County, NC
 Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Date	Principal	Coupon	Interest	Total Debt Service	Net Debt Service
06/01/2022	42,000	2.090%	9,948.40	51,948.40	51,948.40
06/01/2023	41,000	2.090%	10,491.80	51,491.80	51,491.80
06/01/2024	42,000	2.090%	9,634.90	51,634.90	51,634.90
06/01/2025	43,000	2.090%	8,757.10	51,757.10	51,757.10
06/01/2026	44,000	2.090%	7,858.40	51,858.40	51,858.40
06/01/2027	45,000	2.090%	6,938.80	51,938.80	51,938.80
06/01/2028	46,000	2.090%	5,998.30	51,998.30	51,998.30
06/01/2029	47,000	2.090%	5,036.90	52,036.90	52,036.90
06/01/2030	47,000	2.090%	4,054.60	51,054.60	51,054.60
06/01/2031	48,000	2.090%	3,072.30	51,072.30	51,072.30
06/01/2032	49,000	2.090%	2,069.10	51,069.10	51,069.10
06/01/2033	50,000	2.090%	1,045.00	51,045.00	51,045.00
	544,000		74,905.60	618,905.60	618,905.60

SUMMARY OF REFUNDING RESULTS

Washington County, NC
Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Dated Date	07/16/2021
Delivery Date	07/16/2021
Arbitrage yield	2.079576%
Escrow yield	0.000000%
Value of Negative Arbitrage	
Bond Par Amount	544,000.00
True Interest Cost	2.079577%
Net Interest Cost	2.090000%
All-In TIC	2.400535%
Average Coupon	2.090000%
Average Life	6.588
Par amount of refunded bonds	530,035.31
Average coupon of refunded bonds	3.890000%
Average life of refunded bonds	6.828
PV of prior debt to 07/16/2021 @ 2.079577%	591,698.76
Net PV Savings	48,664.75
Percentage savings of refunded bonds	9.181417%

SAVINGS

Washington County, NC
 Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 07/16/2021 @ 2.0795771%
06/30/2022	56,116.54	51,948.40	4,168.14	4,093.37
06/30/2023	56,116.54	51,491.80	4,624.74	4,448.78
06/30/2024	56,116.54	51,634.90	4,481.64	4,222.85
06/30/2025	56,116.54	51,757.10	4,359.44	4,023.60
06/30/2026	56,116.54	51,858.40	4,258.14	3,849.63
06/30/2027	56,116.54	51,938.80	4,177.74	3,699.61
06/30/2028	56,116.54	51,998.30	4,118.24	3,572.24
06/30/2029	56,116.54	52,036.90	4,079.64	3,466.30
06/30/2030	56,116.55	51,054.60	5,061.95	4,212.86
06/30/2031	56,116.54	51,072.30	5,044.24	4,112.16
06/30/2032	56,116.54	51,069.10	5,047.44	4,030.52
06/30/2033	56,116.56	51,045.00	5,071.56	3,966.86
	673,398.51	618,905.60	54,492.91	47,698.76

Savings Summary

PV of savings from cash flow	47,698.76
Plus: Refunding funds on hand	965.99
Net PV Savings	48,664.75

SUMMARY OF BONDS REFUNDED

Washington County, NC
Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Water Refunding, Series 2013A (BB&T), 2013A, BOND:					
	06/01/2022	3.890%	35,498.17	07/16/2021	100.000
	06/01/2023	3.890%	36,879.05	07/16/2021	100.000
	06/01/2024	3.890%	38,313.64	07/16/2021	100.000
	06/01/2025	3.890%	39,804.04	07/16/2021	100.000
	06/01/2026	3.890%	41,352.42	07/16/2021	100.000
	06/01/2027	3.890%	42,961.03	07/16/2021	100.000
	06/01/2028	3.890%	44,632.21	07/16/2021	100.000
	06/01/2029	3.890%	46,368.40	07/16/2021	100.000
	06/01/2030	3.890%	48,172.14	07/16/2021	100.000
	06/01/2031	3.890%	50,046.03	07/16/2021	100.000
	06/01/2032	3.890%	51,992.82	07/16/2021	100.000
	06/01/2033	3.890%	54,015.36	07/16/2021	100.000
			530,035.31		

PRIOR BOND DEBT SERVICE

Washington County, NC
Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service	Bond Balance	Total Bond Value
07/16/2021						530,035.31	530,035.31
06/01/2022	35,498.17	3.890%	20,618.37	56,116.54		494,537.14	494,537.14
06/30/2022					56,116.54	494,537.14	494,537.14
06/01/2023	36,879.05	3.890%	19,237.49	56,116.54		457,658.09	457,658.09
06/30/2023					56,116.54	457,658.09	457,658.09
06/01/2024	38,313.64	3.890%	17,802.90	56,116.54		419,344.45	419,344.45
06/30/2024					56,116.54	419,344.45	419,344.45
06/01/2025	39,804.04	3.890%	16,312.50	56,116.54		379,540.41	379,540.41
06/30/2025					56,116.54	379,540.41	379,540.41
06/01/2026	41,352.42	3.890%	14,764.12	56,116.54		338,187.99	338,187.99
06/30/2026					56,116.54	338,187.99	338,187.99
06/01/2027	42,961.03	3.890%	13,155.51	56,116.54		295,226.96	295,226.96
06/30/2027					56,116.54	295,226.96	295,226.96
06/01/2028	44,632.21	3.890%	11,484.33	56,116.54		250,594.75	250,594.75
06/30/2028					56,116.54	250,594.75	250,594.75
06/01/2029	46,368.40	3.890%	9,748.14	56,116.54		204,226.35	204,226.35
06/30/2029					56,116.54	204,226.35	204,226.35
06/01/2030	48,172.14	3.890%	7,944.41	56,116.55		156,054.21	156,054.21
06/30/2030					56,116.55	156,054.21	156,054.21
06/01/2031	50,046.03	3.890%	6,070.51	56,116.54		106,008.18	106,008.18
06/30/2031					56,116.54	106,008.18	106,008.18
06/01/2032	51,992.82	3.890%	4,123.72	56,116.54		54,015.36	54,015.36
06/30/2032					56,116.54	54,015.36	54,015.36
06/01/2033	54,015.36	3.890%	2,101.20	56,116.56			
06/30/2033					56,116.56		
	530,035.31		143,363.20	673,398.51	673,398.51		

ESCROW REQUIREMENTS

Washington County, NC
Refunding of 2013A Water Revenue Refunding Bond (BB&T)

Period Ending	Interest	Principal Redeemed	Total
06/30/2022	2,577.30	530,035.31	532,612.61
	2,577.30	530,035.31	532,612.61

SOURCES AND USES OF FUNDS

Washington County, NC
Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Dated Date 07/16/2021
Delivery Date 07/16/2021

Sources:

Bond Proceeds:	
Par Amount	2,896,000.00
	<hr/>
	2,896,000.00

Uses:

Refunding Escrow Deposits:	
Cash Deposit	2,840,858.48
Cost of Issuance:	
Cost of Issuance	55,478.60
Other Uses of Funds:	
Additional Proceeds	(337.08)
	<hr/>
	2,896,000.00

NET DEBT SERVICE

Washington County, NC
 Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Date	Principal	Coupon	Interest	Total Debt Service	Net Debt Service
06/01/2022	223,000	2.090%	52,960.60	275,960.60	275,960.60
06/01/2023	219,000	2.090%	55,865.70	274,865.70	274,865.70
06/01/2024	223,000	2.090%	51,288.60	274,288.60	274,288.60
06/01/2025	228,000	2.090%	46,627.90	274,627.90	274,627.90
06/01/2026	233,000	2.090%	41,862.70	274,862.70	274,862.70
06/01/2027	237,000	2.090%	36,993.00	273,993.00	273,993.00
06/01/2028	242,000	2.090%	32,039.70	274,039.70	274,039.70
06/01/2029	248,000	2.090%	26,981.90	274,981.90	274,981.90
06/01/2030	253,000	2.090%	21,798.70	274,798.70	274,798.70
06/01/2031	258,000	2.090%	16,511.00	274,511.00	274,511.00
06/01/2032	263,000	2.090%	11,118.80	274,118.80	274,118.80
06/01/2033	269,000	2.090%	5,622.10	274,622.10	274,622.10
	2,896,000		399,670.70	3,295,670.70	3,295,670.70

SUMMARY OF REFUNDING RESULTS

Washington County, NC
Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Dated Date	07/16/2021
Delivery Date	07/16/2021
Arbitrage yield	2.079576%
Escrow yield	0.000000%
Value of Negative Arbitrage	
Bond Par Amount	2,896,000.00
True Interest Cost	2.079576%
Net Interest Cost	2.090000%
All-In TIC	2.399861%
Average Coupon	2.090000%
Average Life	6.603
Par amount of refunded bonds	2,827,111.65
Average coupon of refunded bonds	3.890000%
Average life of refunded bonds	6.828
PV of prior debt to 07/16/2021 @ 2.079576%	3,156,013.35
Net PV Savings	259,676.27
Percentage savings of refunded bonds	9.185215%

SAVINGS

Washington County, NC
 Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 07/16/2021 @ 2.0795763%
06/30/2022	299,315.41	275,960.60	23,354.81	22,935.84
06/30/2023	299,315.41	274,865.70	24,449.71	23,519.45
06/30/2024	299,315.41	274,288.60	25,026.81	23,581.64
06/30/2025	299,315.41	274,627.90	24,687.51	22,785.63
06/30/2026	299,315.41	274,862.70	24,452.71	22,106.80
06/30/2027	299,315.41	273,993.00	25,322.41	22,424.31
06/30/2028	299,315.41	274,039.70	25,275.71	21,924.64
06/30/2029	299,315.41	274,981.90	24,333.51	20,675.17
06/30/2030	299,315.41	274,798.70	24,516.71	20,404.30
06/30/2031	299,315.41	274,511.00	24,804.41	20,221.04
06/30/2032	299,315.41	274,118.80	25,196.61	20,120.18
06/30/2033	299,315.21	274,622.10	24,693.11	19,314.37
	3,591,784.72	3,295,670.70	296,114.02	260,013.35

Savings Summary

PV of savings from cash flow	260,013.35
Plus: Refunding funds on hand	(337.08)
Net PV Savings	259,676.27

SUMMARY OF BONDS REFUNDED

Washington County, NC
 Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Water Refunding, Series 2013B (BB&T), 2013B, BOND:					
	06/01/2022	3.890%	189,340.77	07/16/2021	100.000
	06/01/2023	3.890%	196,706.12	07/16/2021	100.000
	06/01/2024	3.890%	204,357.99	07/16/2021	100.000
	06/01/2025	3.890%	212,307.52	07/16/2021	100.000
	06/01/2026	3.890%	220,566.28	07/16/2021	100.000
	06/01/2027	3.890%	229,146.31	07/16/2021	100.000
	06/01/2028	3.890%	238,060.10	07/16/2021	100.000
	06/01/2029	3.890%	247,320.64	07/16/2021	100.000
	06/01/2030	3.890%	256,941.41	07/16/2021	100.000
	06/01/2031	3.890%	266,936.43	07/16/2021	100.000
	06/01/2032	3.890%	277,320.26	07/16/2021	100.000
	06/01/2033	3.890%	288,107.82	07/16/2021	100.000
			2,827,111.65		

PRIOR BOND DEBT SERVICE

Washington County, NC
Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service	Bond Balance	Total Bond Value
07/16/2021						2,827,111.65	2,827,111.65
06/01/2022	189,340.77	3.890%	109,974.64	299,315.41		2,637,770.88	2,637,770.88
06/30/2022					299,315.41	2,637,770.88	2,637,770.88
06/01/2023	196,706.12	3.890%	102,609.29	299,315.41		2,441,064.76	2,441,064.76
06/30/2023					299,315.41	2,441,064.76	2,441,064.76
06/01/2024	204,357.99	3.890%	94,957.42	299,315.41		2,236,706.77	2,236,706.77
06/30/2024					299,315.41	2,236,706.77	2,236,706.77
06/01/2025	212,307.52	3.890%	87,007.89	299,315.41		2,024,399.25	2,024,399.25
06/30/2025					299,315.41	2,024,399.25	2,024,399.25
06/01/2026	220,566.28	3.890%	78,749.13	299,315.41		1,803,832.97	1,803,832.97
06/30/2026					299,315.41	1,803,832.97	1,803,832.97
06/01/2027	229,146.31	3.890%	70,169.10	299,315.41		1,574,686.66	1,574,686.66
06/30/2027					299,315.41	1,574,686.66	1,574,686.66
06/01/2028	238,060.10	3.890%	61,255.31	299,315.41		1,336,626.56	1,336,626.56
06/30/2028					299,315.41	1,336,626.56	1,336,626.56
06/01/2029	247,320.64	3.890%	51,994.77	299,315.41		1,089,305.92	1,089,305.92
06/30/2029					299,315.41	1,089,305.92	1,089,305.92
06/01/2030	256,941.41	3.890%	42,374.00	299,315.41		832,364.51	832,364.51
06/30/2030					299,315.41	832,364.51	832,364.51
06/01/2031	266,936.43	3.890%	32,378.98	299,315.41		565,428.08	565,428.08
06/30/2031					299,315.41	565,428.08	565,428.08
06/01/2032	277,320.26	3.890%	21,995.15	299,315.41		288,107.82	288,107.82
06/30/2032					299,315.41	288,107.82	288,107.82
06/01/2033	288,107.82	3.890%	11,207.39	299,315.21			
06/30/2033					299,315.21		
	2,827,111.65		764,673.07	3,591,784.72	3,591,784.72		

ESCROW REQUIREMENTS

Washington County, NC
Refunding of 2013B Water Revenue Refunding Bond (BB&T)

Period Ending	Interest	Principal Redeemed	Total
06/30/2022	13,746.83	2,827,111.65	2,840,858.48
	13,746.83	2,827,111.65	2,840,858.48

DISCLAIMER

Washington County, NC
Water Revenue Refunding Bond, Series 2021

Municipal Advisor Disclaimer

The U.S. Securities and Exchange Commission (the "SEC") has clarified that a broker, dealer or municipal securities dealer engaging in municipal advisory activities outside the scope of underwriting a particular issuance of municipal securities should be subject to municipal advisor registration. Davenport & Company LLC ("Davenport") has registered as a municipal advisor with the SEC. As a registered municipal advisor Davenport may provide advice to a municipal entity or obligated person. An obligated person is an entity other than a municipal entity, such as a not for profit corporation, that has commenced an application or negotiation with an entity to issue municipal securities on its behalf and for which it will provide support. If and when an issuer engages Davenport to provide financial advisory or consultant services with respect to the issuance of municipal securities, Davenport is obligated to evidence such a financial advisory relationship with a written agreement.

When acting as a registered municipal advisor Davenport is a fiduciary required by federal law to act in the best interest of a municipal entity without regard to its own financial or other interests. Davenport is not a fiduciary when it acts as a registered investment advisor, when advising an obligated person, or when acting as an underwriter, though it is required to deal fairly with such persons.

This material was prepared by public finance, or other non-research personnel of Davenport. This material was not produced by a research analyst, although it may refer to a Davenport research analyst or research report. Unless otherwise indicated, these views (if any) are the author's and may differ from those of the Davenport fixed income or research department or others in the firm. Davenport may perform or seek to perform financial advisory services for the issuers of the securities and instruments mentioned herein.

This material has been prepared for information purposes only and is not a solicitation of any offer to buy or sell any security/instrument or to participate in any trading strategy. Any such offer would be made only after a prospective participant had completed its own independent investigation of the securities, instruments or transactions and received all information it required to make its own investment decision, including, where applicable, a review of any offering circular or memorandum describing such security or instrument. That information would contain material information not contained herein and to which prospective participants are referred. This material is based on public information as of the specified date, and may be stale thereafter. We have no obligation to tell you when information herein may change. We make no representation or warranty with respect to the completeness of this material. Davenport has no obligation to continue to publish information on the securities/instruments mentioned herein. Recipients are required to comply with any legal or contractual restrictions on their purchase, holding, sale, exercise of rights or performance of obligations under any securities/instruments transaction.

The securities/instruments discussed in this material may not be suitable for all investors or issuers. Recipients should seek independent financial advice prior to making any investment decision based on this material. This material does not provide individually tailored investment advice or offer tax, regulatory, accounting or legal advice. Prior to entering into any proposed transaction, recipients should determine, in consultation with their own investment, legal, tax, regulatory and accounting advisors, the economic risks and merits, as well as the legal, tax, regulatory and accounting characteristics and consequences, of the transaction. You should consider this material as only a single factor in making an investment decision.

The value of and income from investments and the cost of borrowing may vary because of changes in interest rates, foreign exchange rates, default rates, prepayment rates, securities/instruments prices, market indexes, operational or financial conditions or companies or other factors. There may be time limitations on the exercise of options or other rights in securities/instruments transactions. Past performance is not necessarily a guide to future performance and estimates of future performance are based on assumptions that may not be realized. Actual events may differ from those assumed and changes to any assumptions may have a material impact on any projections or estimates. Other events not taken into account may occur and may significantly affect the projections or estimates. Certain assumptions may have been made for modeling purposes or to simplify the presentation and/or calculation of any projections or estimates, and Davenport does not represent that any such assumptions will reflect actual future events. Accordingly, there can be no assurance that estimated returns or projections will be realized or that actual returns or performance results will not materially differ from those estimated herein. This material may not be sold or redistributed without the prior written consent of Davenport.

Municipal Advisor Disclosure



The enclosed information relates to an existing or potential municipal advisor engagement.

The U.S. Securities and Exchange Commission (the "SEC") has clarified that a broker, dealer or municipal securities dealer engaging in municipal advisory activities outside the scope of underwriting a particular issuance of municipal securities should be subject to municipal advisor registration. Davenport & Company LLC ("Davenport") has registered as a municipal advisor with the SEC. As a registered municipal advisor Davenport may provide advice to a municipal entity or obligated person. An obligated person is an entity other than a municipal entity, such as a not for profit corporation, that has commenced an application or negotiation with an entity to issue municipal securities on its behalf and for which it will provide support. If and when an issuer engages Davenport to provide financial advisory or consultant services with respect to the issuance of municipal securities, Davenport is obligated to evidence such a financial advisory relationship with a written agreement.

When acting as a registered municipal advisor Davenport is a fiduciary required by federal law to act in the best interest of a municipal entity without regard to its own financial or other interests. Davenport is not a fiduciary when it acts as a registered investment advisor, when advising an obligated person, or when acting as an underwriter, though it is required to deal fairly with such persons.

This material was prepared by public finance, or other non-research personnel of Davenport. This material was not produced by a research analyst, although it may refer to a Davenport research analyst or research report. Unless otherwise indicated, these views (if any) are the author's and may differ from those of the Davenport fixed income or research department or others in the firm. Davenport may perform or seek to perform financial advisory services for the issuers of the securities and instruments mentioned herein.

This material has been prepared for information purposes only and is not a solicitation of any offer to buy or sell any security/instrument or to participate in any trading strategy. Any such offer would be made only after a prospective participant had completed its own independent investigation of the securities, instruments or transactions and received all information it required to make its own investment decision, including, where applicable, a review of any offering circular or memorandum describing such security or instrument. That information would contain material information not contained herein and to which prospective participants are referred. This material is based on public information as of the specified date, and may be stale thereafter. We have no obligation to tell you when information herein may change. We make no representation or warranty with respect to the completeness of this material. Davenport has no obligation to continue to publish information on the securities/instruments mentioned herein. Recipients are required to comply with any legal or contractual restrictions on their purchase, holding, sale, exercise of rights or performance of obligations under any securities/instruments transaction.

The securities/instruments discussed in this material may not be suitable for all investors or issuers. Recipients should seek independent financial advice prior to making any investment decision based on this material. This material does not provide individually tailored investment advice or offer tax, regulatory, accounting or legal advice. Prior to entering into any proposed transaction, recipients should determine, in consultation with their own investment, legal, tax, regulatory and accounting advisors, the economic risks and merits, as well as the legal, tax, regulatory and accounting characteristics and consequences, of the transaction. You should consider this material as only a single factor in making an investment decision.

The value of and income from investments and the cost of borrowing may vary because of changes in interest rates, foreign exchange rates, default rates, prepayment rates, securities/instruments prices, market indexes, operational or financial conditions or companies or other factors. There may be time limitations on the exercise of options or other rights in securities/instruments transactions. Past performance is not necessarily a guide to future performance and estimates of future performance are based on assumptions that may not be realized. Actual events may differ from those assumed and changes to any assumptions may have a material impact on any projections or estimates. Other events not taken into account may occur and may significantly affect the projections or estimates. Certain assumptions may have been made for modeling purposes or to simplify the presentation and/or calculation of any projections or estimates, and Davenport does not represent that any such assumptions will reflect actual future events. Accordingly, there can be no assurance that estimated returns or projections will be realized or that actual returns or performance results will not materially differ from those estimated herein. This material may not be sold or redistributed without the prior written consent of Davenport.

Version 1.13.14 TO | MB | TC



June 7, 2021

Washington County, NC 7

Commissioner Johnson asked if Mr. Cole was positive that this would be approved by the bank. Mr. Cole said the audits have been checked and they are up-to-date with no findings. Mr. Cole went over the fees and said they will not exceed \$69,500. They would be included in the borrowing. Mr. Potter said that the penalty fee from the bank for early payoff may be waived. Mr. Potter said staff is comfortable with doing this.

Commissioner Phelps made a motion to move forward with re-funding the County's Water Revenue Bond. Commissioner Keyes seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

COUNTY OF WASHINGTON

BOARD OF COMMISSIONERS

COMMISSIONERS:

WILLIAM "BILL" R. SEXTON, JR., CHAIR
TRACEY A. JOHNSON, VICE-CHAIR
ANN C. KEYES
CAROL V. PHELPS
JULIUS WALKER, JR.



POST OFFICE BOX 1007
PLYMOUTH, NORTH CAROLINA 27962
OFFICE (252) 793-5823
FAX (252) 793-1183

ADMINISTRATION STAFF:

CURTIS S. POTTER
COUNTY MANAGER/COUNTY ATTORNEY
cpotter@washconc.org

CATHERINE "MISSY" DIXON
FINANCE OFFICER
mdixon@washconc.org

JULIE J. BENNETT, CMC, NCMCC
CLERK TO THE BOARD
jbennett@washconc.org

RESOLUTION 2021-010

Resolution supporting an application to the Local Government Commission for its approval of refunding revenue bonds in an estimated amount of up to \$3,300,000 to provide savings to the County

WHEREAS --

In 2013, Washington County refinanced \$4,916,179.50 in water and sewer revenue bonds for wastewater treatment plant improvements. The 2013 bonds each carries an annual interest rate of 3.89%. The Board of County Commissioners has been advised that it may be possible to refinance the 2013 bonds and save money.

The refinancing would come through the County's issuance of new revenue bonds. Revenue bonds are not secured by a pledge of the County's taxing power or by a lien on any County real estate. Instead, the bonds are payable only from the net operating revenues of the County's water and sewer system.

North Carolina law requires that the County's issuance of the bonds be approved by the North Carolina Local Government Commission (the "LGC"), a division of the North Carolina State Treasurer's office. Under the LGC's guidelines, this governing body must make certain findings of fact to support the County's application for the LGC's approval of the bonds.

THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Washington County, North Carolina, that the County makes a preliminary determination to refund all or a portion of the 2013 bonds through the issuance of refunding revenue bonds in an amount currently estimated as not to exceed \$3,300,000. The County may also use bond proceeds to pay financing costs. The County asks that the LGC approve

a County application for the issuance of these bonds. The final terms and issuance of the bonds is subject to further approval from the LGC and this Board.

BE IT FURTHER RESOLVED that the Board makes the following findings of fact:

1. The refinancing is necessary and appropriate for the County under all the circumstances. The refinancing will save the County money by lowering debt service costs.

2. The refinancing is feasible. The County believes that the customer utility bills that will be necessary to provide for bond payments will be reasonable under the circumstances.

3. The County's debt management procedures and policies are sound and in compliance with law, and the County is not in default under any of its debt service obligations.

4. The County will be able to market the bonds at reasonable rates of interest. The County will closely review proposed bond rates against market rates with guidance from the LGC and the County's financial adviser. All amounts financed will reflect either approved contracts, professional estimates or previous actual expenditures.

BE IT FURTHER RESOLVED as follows:

(a) The Board directs the County Manager and the Finance Officer to take all appropriate steps toward the completion of the refinancing, including (i) completing an application to the LGC for its approval of the proposed financing, and (ii) soliciting one or more proposals from financial institutions to provide the financing. The Board ratifies all prior actions of County representatives in this regard.

(b) This resolution takes effect immediately.

I certify as follows: that the foregoing resolution was properly adopted at a meeting of the Board of County Commissioners of Washington County, North Carolina; that this meeting was properly called and held on June 7, 2021; that a quorum was present and acting throughout the meeting; and that this resolution has not been modified or amended, and remains in full effect as of today.

Dated this 7th day of June, 2021.

(SEAL)

Julie Bennett, CMC, NCMCC
Clerk to the Board
Washington County, North Carolina

FY22 BUDGET DISCUSSION:

Chair Sexton said he wanted to discuss Courthouse security. Chair Sexton told the Board that he and Mr. Potter met with the Sheriff. Chair Sexton asked the Sheriff to check with other counties to see how they handle their Courthouse security. Chair Sexton would like to roll the money in the security fund to the Sheriff's budget to hire two deputies to handle Courthouse security. Chair Sexton said Mr. Potter talked with the Register of Deeds and he did not have any issues with making a change.

Commissioner Keyes said she thinks it would lead more credence to have a deputy in that position and more of a sense of authority. Commissioner Walker said he agreed but asked how much money are we talking about spending. Mr. Potter said the funding is in the Facilities line. Mr. Potter said there may be a chance to use ARP funds for this. Commissioner Johnson asked how much more it will cost the County. Mr. Potter said it would just about double. In FY20, the cost was \$54,000; so the amount is close to about \$60,000 for basic security guards. It will be about \$150,000 for the personnel (2 certified deputies), but then there would be equipment—even possibly a new vehicle. Commissioner Keyes asked about looking for grants to help purchase the equipment. Mr. Potter said he's not aware of any grants at the present time for Courthouse security. Commissioner Walker asked would this take effect on July 1. Mr. Potter said not necessarily because the sheriff has to hire staff. The County can get out of its contract with the current security agency at any time. Commissioner Johnson said her issue is that we don't have to do it to this extent. Chair Sexton feels the County does need good security and feels this is the better way to do it.

Mr. Potter said if he is directed he can incorporate an additional \$90,000 for this and the Board can take it up when the budget is presented for approval. He would like to meet again on June 14 at 6:00 PM.

Commissioner Walker said safety is a priority and feels the County needs to have the best for our citizens and our employees.

Mr. Potter said he is waiting for updated fees from EMS, and there will be the increase of the Solid Waste fee of \$25 (from \$275 to \$300) and reducing what the citizens can take to the landfill from 4 tons to 1 ton. Also the Recreation Department has requested to waive insurance (\$15/participant for each year) and fees to play the sports for this summer due to the lack of participants in the program. The parents are having difficulty coming up with these funds for their kids. The Board could waive one of these requests or two of them or none of them. Discussion ensued. Commissioner Keyes said that if waiving the insurance will help get kids to sign up, it's worth it. Mr. Potter said the ARP funds could be used to cover the insurance and fees. Commissioner Phelps said to waive the fees for this year and try to use ARP funds. Commissioner Johnson said she would like to see the fee schedule. Mr. Potter said he would send it to all of the Board.

Mr. Potter mentioned that the paving of the DSS parking lot and the Senior Center parking lot was pulled out of the budget.

Mr. Potter said he would like to have an Open House for prospective vendors to understand how the County works when it comes to RFP's and bids and bid openings. Discussion ensued.

DESIGNATION OF VOTING DELEGATE TO THE NCACC'S CONFERENCE AND TO THE NACo CONFERENCE: Ms. Julie Bennett, Clerk to the Board spoke to the Commissioners and noted that she received the following information.

Julie Bennett

From: Alisa Cobb <alisa.cobb@ncacc.org>
Sent: Thursday, May 27, 2021 3:36 PM
To: County Managers; County Clerks
Subject: Designation of Voting Delegate to NCACC's 114th Annual Conference, August 2021
Attachments: Voting delegate form 2021.doc

Good Afternoon County Managers and Clerks to the Board,

The NCACC 114th Annual Conference Business Session will be held in New Hanover County on Saturday, August 14, at 12:45 p.m. Each county will be entitled to one vote on items that come before the membership, including the election of the NCACC Second Vice President.

In order to facilitate the voting process, we ask that each county designate one voting delegate (*and also may assign one alternate voting delegate*) prior to Annual Conference using the attached Designation of Voting Delegate form.

Please return the completed form to Alisa Cobb via email by close of business **Monday, August 9, 2021**. Should you have any questions, please contact Alisa Cobb at alisa.cobb@ncacc.org.

Thank you for all you do to help us make this a successful event.



North Carolina
Association of
County Commissioners

Alisa Cobb

Policy Assistant
Phone (919) 715-2685
www.ncacc.org



Designation of Voting Delegate to NCACC Annual Conference

I, _____, hereby certify that I am the duly designated voting delegate for _____ County at the 114th Annual Conference of the North Carolina Association of County Commissioners to be held during the Annual Business Session on August 14, 2021, at 12:45 p.m. in New Hanover County.

Voting Delegate Name: _____

Title: _____

In the event the designated voting delegate is unable to attend, _____ has been selected as _____ County's alternate voting delegate.

Alternate Voting Delegate Name: _____

Title: _____

Article VI, Section 2 of our Constitution provides:

"On all questions, including the election of officers, each county represented shall be entitled to one vote, which shall be the majority expression of the delegates of that county. The vote of any county in good standing may be cast by any one of its county commissioners who is present at the time the vote is taken; provided, if no commissioner be present, such vote may be cast by another county official, elected or appointed, who holds elective office or an appointed position in the county whose vote is being cast and who is formally designated by the board of county commissioners. These provisions shall likewise govern district meetings of the Association. A county in good standing is defined as one which has paid the current year's dues."

Please return this form to Alisa Cobb via email by **Monday, August 9, 2021** close of business:

Email: alisa.cobb@ncacc.org

Julie Bennett

From: NACo <naco@naco.org>
Sent: Tuesday, June 1, 2021 2:36 PM
To: Julie Bennett
Subject: Register a Voting Delegate for the NACo Annual Conference

Having trouble viewing this email? [Click Here](#)



REGISTER A VOTING DELEGATE FOR THE 2021 NACo ANNUAL CONFERENCE

Thank you for your membership in the National Association of Counties (NACo). NACo's 2021 Annual Business Meeting and Election will be held virtually and in-person at the Gaylord National Resort & Convention Center in Prince George's County, Md. on Monday, July 12, tentatively scheduled for 1 p.m. EDT.

All designated voting delegates, whether participating in person or virtually, will cast their votes using an online/mobile solution. Virtual participants will be able to view the meeting in real time.

In order to vote, please:

- Register for the [2021 Annual Conference](#) (regardless of in-person or virtual participation)
- Pay 2021 NACo membership dues in full
- [Designate the primary voting delegate](#) for the county by Friday, July 9, 2021 at 5 p.m. EDT.

County Chief Elected Officials, clerks to the county board and conference registrants can designate a primary voting delegate.

Use the link below to designate a primary voting delegate or assign a proxy.

[APPOINT YOUR PRIMARY VOTING DELEGATE](#)

If you have difficulty accessing the portal, email membersupport@naco.org or call 1-888-407-6226. For questions about the credentials process, email credentials@naco.org.

NONATTENDING COUNTIES

Counties that are not attending the conference but would like their votes to be cast must register and pay the conference registration fee by Tuesday, July 6 at 12 p.m. EDT. Once registered, the county must assign their proxy votes to another member county in their state or their state association.

We look forward to seeing you online or in person in Prince George's County, Md. in July!

The Board opted to bring this back to the July 6, 2021 meeting.

BOARDS & COMMITTEES:

JCPC

Ms. Bennett said she attached a JCPC membership list (submitted by the JCPC) with the ones noted that will need to be appointed in their agenda package. The names in yellow are current members whose terms expire June 30, 2021. They are interested in being re-appointed for another 2 year term. Dr. Linda Carr, Superintendent, is willing to serve in her position. She will be a new appointment. Terri Gallop, was a designee in that position, but will move down to an At-Large position. Deborah Price Fonville is retiring and will not need to be re-appointed. Along with Dr. Carr, the other 2 new members are Jakela Bryant, Court Counselor in Plymouth, who will fill the previously vacant At-Large position and Ni'chelle Caldwell, who will fill one of the persons under the age of 21 positions, that also have been vacant.

JCPC Membership Roster

(2-YR Term ending June 30, 2021)

(2-YR Term ending June 30, 2022)

- 1) School Superintendent
- 2) Police Chief
- 3) Local Sheriff
- 4) District Attorney
- 5) Chief Court Counselor
- 6) Director of MH, DD, SAS
- 7) Director of DSS
- 8) County Manager
- 11) County Commissioner
- 13) Juvenile Defense Attorney
- 14) Chief District Court Judge
- 16) Local Health Director

Name	Designee
Dr. Linda Carr	<input checked="" type="checkbox"/>
Willie Williams	<input type="checkbox"/>
Arlo Norman	<input checked="" type="checkbox"/>
Seth Edwards	<input type="checkbox"/>
James Ward	<input type="checkbox"/>
Chinita Vaughan	<input checked="" type="checkbox"/>
Clifton Hardison	<input checked="" type="checkbox"/>
Curtis Potter	<input type="checkbox"/>
Julius Walker	<input type="checkbox"/>
vacant	<input type="checkbox"/>
Hon. Regina Parker	<input type="checkbox"/>
Wes Gray	<input type="checkbox"/>

- 9) Substance Abuse Professional
- 10) Member of the Faith Community
- 12) 2 persons under Age of 21 or 1 under 21 and 1 person with at-risk
- 15) Member of Business Community
- 17) United Way or other Non-profit
- 18) Local Parks and Recreation

Name
Tonya Johnson, Uplift
Harry White
Ni'chelle Caldwell
vacant
vacant
Kay Overton
Randy Fulford

- 19) Appointee at large
- 20) Appointee at large
- 21) Appointee at large
- 22) Appointee at large
- 23) Appointee at large
- 24) Appointee at large
- 25) Appointee at large

Title/Agency	
Elizabeth Jackson	4-H
Terri Gallop	WC Schools
Stephanie Simpson	Police Department
Dina Brown	School Counselor
Doretha Garrett	Center for Family Violence
Missy Dixon	Finance Officer
Jakela Bryant	Court Counselor

**Moved Terri from School Superintendent Desig

New Appointee

Commissioner Keyes made a motion to approve the appointments and re-appointments to the JCPC as presented. Commissioner Walker seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

Northeastern Workforce Development Board (NWDB)

Commissioner Johnson asked the Commissioners and the Clerk for assistance in identifying a new appointee to replace Diane White (Business Representative—Washington County) who is resigning from the NWDB.

Commissioner Sexton asked the Board to try to bring back names to the next meeting.

FINANCE OFFICER’S REPORT: Ms. Dixon said the budget transfers, budget amendments and the financial report were in the Commissioners’ package. Ms. Dixon said that they have received some of the ARP funds today.

Commissioner Keyes made a motion to approve the budget amendments/transfers as presented above. Commissioner Walker seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

OTHER ITEMS BY CHAIR, COMMISSIONERS, COUNTY MANAGER/ COUNTY ATTORNEY OR CLERK:

Commissioner Johnson said the NCACC had a good visit with Senator Tillis. They received his thoughts on some of the funding. It was a good visit.

Commissioner Keyes said that EIC asked the County for a donation for their POP UP day and she and Ms. Vanessa Joyner, Senior Center Director, took a big truckload of sanitizer to them in Hertford.

Commissioner Johnson said Martin County will have one soon too and would like something from us.

Ms. Keyes said she had a letter that the County Manager's office assisted with for the invitation to the Human Relations Council and the Citizens' Academy. Mr. Potter said that the County is still working on having a Citizen's Academy to give the public a view of what happens in County business and how it is run. Mr. Potter said he would circulate the letter to the Board after a date/time is chosen.

Chair Sexton asked how the Airport Committee is coming. Mr. Potter said that Ms. Moscato is working on it and will get the invitation letter out soon. Chair Sexton said the County has a pilot in our audience—Mr. Dwight Respass. Chair Sexton asked if Mr. Respass if he would like to be on the Airport Committee. He said yes, he would like to be on it.

Mr. Potter stated that tomorrow the Chair and some staff will attend training on our distressed water system.

Mr. Potter said the automated call will go out tomorrow to citizens who have not paid their water bills yet.

Mr. Potter said the County had a lightning strike at the Senior Center on Thursday. It messed up the phones, computers, router, etc. We will help the Senior Center as much as we can but since we are nearing the end of this fiscal year may have to wait before ordering new equipment and do it in the new budget.

Mr. Potter received a request from the Roanoke Development Center (RDC) that if the County has any vehicles being surplus, they would like to have one.

Commissioner Walker made a motion to go into Closed Session pursuant to NCGS§143-318.11(a)(3)--attorney-client privilege, NCGS§143-318.11(a)(4) (economic development) and NCGS 143-318.11(a)(6) to discuss personnel. Commissioner Keyes seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

Back in Open Session, at 9:20 PM, with no further business to discuss, Commissioner Keyes made a motion to recess to June 14, 2021@ 6:00 PM in the Commissioners' Room and by ZOOM to livestream to the County's Facebook page. Commissioner Phelps seconded. Chair Sexton proceeded with the roll call: Commissioner Johnson, yea; Commissioner Phelps, yea; Commissioner Walker, yea; Commissioner Keyes, yea; Commissioner Sexton, yea. Motion carried unanimously.

William R. "Bill" Sexton
Chair

Julie J. Bennett, CMC, NCMCC
Clerk to the Board