

TOWN OF APEX, NORTH CAROLINA
STATEMENT OF TOTAL ESTIMATED INTEREST PURSUANT TO THE
LOCAL GOVERNMENT BOND ACT, AS AMENDED

I, T. Vance Holloman, Finance Director of the Town of Apex, North Carolina (the “Town”), having been designated by the Town Council of the Town (the “Town Council”) to make a statement of total estimated interest pursuant to The Local Government Bond Act, as amended, DO HEREBY CERTIFY as follows:

1. On April 7, 2020, the Town Council introduced (a) a bond order authorizing the issuance by the Town of \$3,200,000 General Obligation Refunding Bonds (the “Refunding Bonds”) and (b) a bond order authorizing the issuance by the Town of \$1,800,000 General Obligation Parks and Recreational Facilities Bonds (the “Parks Bonds” and, together with the Refunding Bonds, the “Bonds”).

2. If the Bonds are duly authorized and issued, I have estimated that the total amount of interest to be paid by the Town over the expected terms of the Bonds to be \$1,178,962 (\$599,288 for the Refunding Bonds and \$579,674 for the Parks Bonds). Such estimate is based on the following assumptions:

(a) With respect to the Refunding Bonds:

(i) The Refunding Bonds will be issued in the aggregate principal amount of \$2,485,000 with an original issue premium of \$477,627.

(ii) The Refunding Bonds will mature annually on June 1, \$270,000 2021 and 2022, \$275,000 2023 to 2025, inclusive, and \$280,000 2026 to 2029, inclusive.

(iii) The Refunding Bonds will bear interest, payable semiannually on each June 1 and December 1, beginning December 1, 2020, at a true interest cost of approximately 0.95% per annum. Such interest cost is based on estimated market rates as of March 2, 2020 and used by the Town for planning purposes.

(iv) The Refunding Bonds will not be subject to redemption prior to their respective maturities.

(b) With respect to the Parks Bonds:

(i) The Parks Bonds will be issued in the aggregate principal amount of \$1,800,000 with a net original issue premium of \$260,442.

(ii) The Parks Bonds will mature annually on June 1, \$90,000 2021 to 2040, inclusive.

(iii) The Parks Bonds will bear interest, payable semiannually on each June 1 and December 1, beginning December 1, 2020, at a true interest cost of approximately 1.63% per annum. Such interest cost is based on estimated market rates as of March 2, 2020 and used by the Town for planning purposes.

(iv) The Parks Bonds maturing on or after June 1, 2031 will be subject to optional redemption on any date on or after June 1, 2030 at a redemption price equal to 100% of the principal amount of the Parks Bonds to be redeemed, plus accrued interest to the redemption date.

The total estimated amount of interest on the Bonds over the expected terms of the Bonds is preliminary and for general purposes only. The Town makes no assurances that the assumptions upon which such estimate is based will occur, and the occurrence of certain of such assumption is beyond the control of the Town. Differences between the actual circumstances at the times the Bonds are issued and the assumptions set forth above could result in significant differences between the total amount of estimated interest and the total amount of actual interest to be paid on the Bonds if and when issued. The validity of the Bonds is not subject to challenge on the grounds that the actual interest to be paid on the Bonds when issued is different than the total amount of estimated interest on the Bonds set forth above.

Signed this 7th day of April, 2020.

Finance Director

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I, Donna B. Hosch, MMC, NCCMC, Town Clerk of the Town of Apex, North Carolina, DO HEREBY CERTIFY that the foregoing is a true copy of a statement of total estimated interest which was filed with me at a meeting of the Town Council of said Town held on April 7, 2020, after the introduction of orders authorizing bonds of said Town and prior to the public hearing in the case of the bond order authorizing the Parks Bonds, and that said statement is open to public inspection in my office.

WITNESS my hand and official seal of said Town this 7th day of April, 2020.

Town Clerk

[SEAL]