

1. PLEDGE OF ALLEGIANCE

Final

2. TOAST TO THE FLAG

3. CONFLICT OF INTEREST STATEMENT

4. MINUTES FOR APPROVAL

February 2, 2021

<u>Unit</u>	<u>Type</u>	<u>Purpose</u>	<u>Amount</u>	<u>Comments</u>	<u>Page Number</u>	<u>Last request to Borrow</u>
Elon University	NCCFFA - Revenue Bonds	Educational Facilities	\$ 50,000,000		1	03/2018 \$20,000,000

PROJECT	FINANCIAL CAPABILITY AND SECURITY	PUBLIC FACILITIES MADE AVAILABLE	MANNER OF SALE ADVERSE EFFECTS	FOR PUBLIC BENEFIT, NO DISCRIMINATION	TERMS/OTHER INFORMATION												
<p>ELON UNIVERSITY North Carolina Capital Facilities Finance Agency Revenue Bonds (Elon University) Series 2021 Location: Elon (Alamance County) Amount not to exceed \$ 50,000,000 G.S. 159D</p> <p>The proceeds of the Series 2021 Bonds will be used to a) Pay or reimburse the Costs of the Project: 1. A two-story building with workshop, prefabrication, and design hub for the engineering curriculum (IQ one) 2. A three-story building with labs and classrooms for the biomedicine, computer science, physics and robotics curriculum (IQ two) 3. parking facility for both IQ one and IQ two 4. the design, renovation, and equipping of an existing building or building to provide classroom, instructional, laboratory, study space and related facilities for the science and health sciences curriculum. b) Pay the interest accruing on the Bonds during the construction of the Project and c) Pay for the cost of issuance.</p> <p>Estimated Sources and Uses of Funds</p> <p>Sources:</p> <table border="1"> <tr> <td>Par Amount of Bonds</td> <td>\$ 50,000,000</td> </tr> <tr> <td>Total Sources of Funds</td> <td><u>\$ 50,000,000</u></td> </tr> </table> <p>Uses:</p> <table border="1"> <tr> <td>Project Fund</td> <td>\$ 48,655,000</td> </tr> <tr> <td>Capitalized Interest Fund</td> <td>\$ 1,100,000</td> </tr> <tr> <td>Cost of Issuance</td> <td>\$ 245,000</td> </tr> <tr> <td>Total uses of funds</td> <td><u>\$ 50,000,000</u></td> </tr> </table>	Par Amount of Bonds	\$ 50,000,000	Total Sources of Funds	<u>\$ 50,000,000</u>	Project Fund	\$ 48,655,000	Capitalized Interest Fund	\$ 1,100,000	Cost of Issuance	\$ 245,000	Total uses of funds	<u>\$ 50,000,000</u>	<p>Janney Montgomery Scott LLC has prepared financial forecasts covering the next five years that show estimated debt service coverage ranging from 1.75 to 2.38 times.</p>	<p>Town of Elon is serving the water and sewer needs, Duke Power is supplying electricity service, and Piedmont Natural Gas is providing natural gas service for the school construction and the University.</p>	<p>Private Direct Placement with TD Bank, N.A. The issue is currently anticipated to close on or around May 1, 2021.</p>	<p>Resolution and covenant received from Board of Trustees that the Project will be operated for the public good as part of the University's educational mission as a private institution and it will benefit the University community without regard to race, creed, color or national origin.</p>	<p>Term: 20 years Interest Rate: Fixed Fixed: 2.20% (will be set prior to closing)</p> <p>Structure: Capitalized interest for 12 months then approximately level debt service payments for the loan period.</p> <p>The Bond has a holding period of 10 years and may be extended by the Purchaser. Should the Purchaser not extend the initial term, the Borrower has the option to find another loan provider or the Purchaser is required to pay off the NCCFFA Bond and enter into a taxable loan on terms agreeable to the Purchaser and the Borrower.</p> <p style="text-align: center;">APPROVALS</p> <p>Amount: not to exceed \$50,000,000 Final Maturity: not to exceed January 1, 2041 Initial Interest Rate not to exceed True Interest Cost: 6.0%</p> <p style="text-align: center;">FINANCING TEAM</p> <p>Bond Counsel: Womble Bond Dickinson (US) LLP Borrower's Counsel: Fox Rothschild LLP Bank Provider: TD Bank, N.A. Bank Counsel: Parker Poe Adams & Bernstein LLP Trustee: Truist Bank Financial Advisor: Janney Montgomery Scott LLC</p>
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	<p>Elon University is a private, not-for-profit entity founded in 1889. It serves approximately 6,300 undergraduate students and approximately 820 graduate/professional degree students. As of February 28, 2021 (unaudited), the University's unrestricted net assets totaled approximately \$567 million. Total net assets totaled approximately \$803 million. Total cash on hand was approximately \$113 million. The University's endowment had a market value of approximately \$312 million as of February 28, 2021.</p>																