NOTICE OF PUBLIC HEARING

WITH RESPECT TO EDUCATIONal facilities REVENUE BONDS

(CHARTER DAY SCHOOL, INC. PROJECT) SERIES 2020

ISSUED BY THE PUBLIC FINANCE AUTHORITY

IN AN AMOUNT NOT TO EXCEED $54,000,000

Notice is hereby given that on November 12, 2020, a public hearing, as required by Section 147(f) of the Internal Revenue Code of 1986, as amended (the “Code”) and NCGS 115C-218.37, will be held by the designated Hearing Officer of the Superintendent of Public Instruction of the State of North Carolina (the “Superintendent”) with respect to the issuance of Educational Facilities Revenue Bonds (Charter Day School, Inc. Project), Series 2020 (the “Bonds”), issued in one or more series or issuances, on a tax-exempt or taxable basis, as part of a plan of finance in an aggregate maximum stated principal amount not to exceed $54,000,000 by the Public Finance Authority (the “Authority”), a commission organized under and pursuant to the provisions of Sections 66.0301, 66.0303 and 66.0304 of the Wisconsin Statutes, as amended (the “Act”). The hearing will be held in the 1st floor conference room at the Education Building, 301 N. Wilmington Street, Raleigh, North Carolina at 10:00 a.m. (or as soon thereafter as the public hearing is held).

The Bonds will be issued pursuant to the Act by the Authority, and the proceeds from the sale of the Bonds will be loaned to Southport Charter Campus, LLC, a North Carolina limited liability company ("Southport LLC"), Columbus Charter, LLC, a North Carolina limited liability company ("Columbus LLC") and Leland Charter, LLC, a North Carolina limited liability company ("Leland LLC" and together with Southport LLC and Columbus LLC, the "Borrowers"). Charter Day School, Inc., a North Carolina nonprofit corporation and an exempt organization under Section 501(c)(3) of the Code (the "Corporation") is the sole member of each of the Borrowers.

The Borrowers will use the proceeds of the Bonds for the purposes of (a) financing and refinancing the acquisition of certain land, consisting of approximately 142 acres, and charter educational facilities to be owned by Columbus LLC for use as a public charter school known as Columbus Charter School ("Columbus Charter School") located at 35 Bacons Way, Whiteville, North Carolina 28472, (b) financing and refinancing, with respect to Columbus Charter School, various capital improvements, including but not limited to (1) construction, furnishing and equipment of a new building and computer lab and renovation of an existing building at the elementary school and (2) addition of a parking lot, (c) financing and refinancing the acquisition of certain land, consisting of approximately 66 acres, and charter educational facilities to be owned by Leland LLC for use as a public charter school known as Charter Day School ("Charter Day School") located at 7055 Bacon's Way, Leland, North Carolina 28451, (d) financing and refinancing, with respect to Charter Day School, various capital improvement, including but not limited to, (1) the construction, furnishing and equipping of a new building at the middle school, (2) construction, furnishing and equipping of a new building to replace the existing elementary school office and auditorium at the elementary school, (3) addition of a parking lot, and (4) infrastructure improvements, (e) financing and refinancing the acquisition of certain land, consisting of approximately 45 acres, and charter educational facilities owned by Southport LLC for use as a public charter school known as South Brunswick Charter School ("South Brunswick Charter School"), located at 2260 Achievement Ave SE, Bolivia, North Carolina 28422, (f) financing and refinancing, with respect to South Brunswick Charter School, various capital improvements, including but not limited to, (1) construction, furnishing and equipping of additional buildings related to the expansion of the middle school, (2) construction, furnishing and equipping of a new auditorium to the elementary school and (3) infrastructure improvements, including, but not limited to, paving of roads, (g) funding a debt service reserve fund for the Series 2020 Bonds and (h) paying all or a portion of the costs of issuance of the Series 2020 Bonds (collectively, the "Project").

Not to exceed $15,834,000 of the Bond proceeds will be allocated to the Columbus Charter School, not to exceed $19,294,000 of the Bond proceeds will be allocated to the Charter Day School, and not to exceed $18,872,000 of the Bond proceeds will be allocated to the South Brunswick Charter School.

The land and charter educational facilities associated with Columbus Charter School will be owned by Columbus LLC and leased to the Corporation for the operation of Columbus Charter School. The land and charter educational facilities associated with Charter Day School will be owned by Leland LLC and leased to the Corporation for the operation of Charter Day School. The land and charter educational facilities associated with South Brunswick Charter School will be owned by Southport LLC and leased to the Corporation for the operation of South Brunswick Charter School. All or a majority of the Bonds are expected to be issued as tax-exempt qualified 501(c)(3) bonds as defined in Section 145 of the Code.

The Bonds are special limited obligations of the Authority payable solely from funds paid by the Borrowers to the Authority and are secured by collateral furnished or caused to be furnished by the Borrowers. The Bonds do not constitute an indebtedness, general obligation, or liability of the State of North Carolina or any county, municipal corporation or political subdivision thereof.

The public hearing will provide an opportunity for all interested persons to express their views, both orally and in writing, on the financing and/or refinancing of the Project, and the financing and/or refinancing of the Project. Any person interested in the issuance of the Bonds may appear and be heard or submit written comments. Any person wishing to submit written comments regarding the financing and refinancing of the Project, the financing and/or refinancing of the Project or any matter related thereto should do so within seven (7) days after the date of publication of this notice by delivering such written comments to the General Counsel to the State Superintendent of Public Instruction, 6301 Mail Service Center, Raleigh, NC 27699-6301. This notice is given pursuant to the provisions of Section 147 of the Code and the Act. Additional information concerning the Project may be obtained from the Corporation at its mailing address of 3610 Thaddeus Lott Lane, Leland Carolina 28451.

Mark Johnson

Superintendent of Public Instruction

State of North Carolina

[To be published in the *News and Observer* at least 7 days prior to the hearing]