

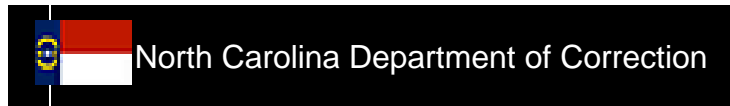


# Carolina Corrections, LLC 3 / 1000-bed facilities Alexander, Anson, and Scotland Counties, NC





## CitiState Resources



**Robinson, Bradshaw & Hinson, P.A.**

**Carolina Corrections, LLC**

**3 / 1000-bed facilities**

**\$223,875,000**

**Alexander, Anson and Scotland Counties, NC**

## **Carolina Corrections**

Three 1000 bed facilities  
Alexander, Anson and  
Scotland Counties, NC  
\$223,875,000  
October 2001  
CitiState Resources



### **Overview**

Carolina Corrections, L.L.C., a wholly owned subsidiary of its parent Provident Resources Group, Inc., was selected by the State of North Carolina to finance, develop and construct three 1000 bed facilities for the North Carolina Department of Corrections. The three correctional facilities are located in the North Carolina counties of Alexander, Anson and Scotland. The financing and construction of the correctional facilities allows Provident Resources Group to further pursue its charitable missions of lessening the burden of state and local governments.

### **Financing**

Carolina Corrections LLC authorized the issuance of \$223,875,000 of its Taxable Bonds

- Series 2001A: \$75,275,000 Alexander County Correctional Facilities Project
- Series 2001B: \$74,850,000 Anson County Correctional Facilities Project
- Series 2001C: \$73,775,000 Scotland County Correctional Facilities Project

Moody's Rating agency provided the rating of Aaa on the bonds. The Bank of New York served as the Trustee on the Project, and Ambac Assurance Corporation insured the bonds. Lehman Brothers served as the remarketing agent for the remarketing of the bonds. The proceeds of the bonds were used to fund the construction of the three facilities in addition to covering the interest payments and costs of issuance of the bonds. Ultimately, the North Carolina Infrastructure Finance Corporation agreed to purchase the correctional facilities upon completion in 2004.

### **Development**

As owner, Provident managed the coordination and reporting of all aspects of the construction including inspections, resolving any problems and ultimately, worked closely with the trustee, construction monitor, contractor and most importantly, the State of North Carolina, to ensure that the facilities were completed timely and to the state's specifications. The three facilities were constructed on land leased from the State through the provisions of a ground lease. Carolina Corrections L.L.C. accepted the bid of Florida based Centex Rooney Construction Company. Centex Rooney managed the design and development aspects of the project. Centex Rooney guaranteed both the cost and delivery date for the project.