Primary Government

*Grant Anticipation Revenue Vehicle Bonds, Series 2021*

On September 16, 2021, the State issued $252.6 million of Grant Anticipation Revenue Vehicle Bonds (GARVEE), Series 2021. The bonds are dated September 16, 2021 and will bear interest from that date. Interest will be payable semiannually on each March 1 and September 1, commencing March 1, 2022. The bonds will mature, subject to redemption provisions, from March 1, 2022 to March 1, 2036 inclusive, and were issued at coupon rates ranging from 2% to 5%. The bonds maturing on or after March 1, 2031 are subject to early redemption. The bonds have an all-in true interest cost of 1.53%. The bonds are being issued pursuant to Section 136-18(12b) of the North Carolina General Statutes as amended (“The GARVEE Act”), the State and Local Government Revenue Bond Act, Section 159-80 of the North Carolina General Statutes, and under a Master Trust Indenture dated as of October 1, 2007. A resolution was duly adopted by the Council of State and the Local Government Commission on August 3, 2021. The bonds were issued to provide financing for eligible highway projects across the State as authorized in the Act and to pay the costs incurred in the issuance and delivery of the bonds. GARVEE bonds are payable solely from certain federal aid revenues received on behalf of the State that are legally available for payment. The Series 2021 GARVEE bonds was the eighth series issued under the GARVEE Act, with the first series (2007) being issued on October 17, 2007.