

NOTES TO THE FINANCIAL STATEMENTS**NOTE 25: SUBSEQUENT EVENTS****Component Unit***General Revenue Bonds, Series 2022B*

On October 4, 2022, the Board of Governors of the University of North Carolina, on behalf of Appalachian State University, issued \$20.46 million in tax-exempt General Revenue Bonds, Series 2022B. The bonds are dated October 4, 2022 and bear interest from that date. Interest on the bonds will be payable semiannually on each April 1 and October 1, commencing April 1, 2023. The bonds consist of serial and term bonds. The serial bonds will mature from October 1, 2026 to October 1, 2054 with interest rates ranging from 4% to 5%. The term bonds will mature from October 1, 2046 to October 1, 2052 with an interest rate of 4.125%. The bonds were issued to provide funds for the construction of a parking deck adjacent to the George M. Holmes Convocation Center on the University's main campus.

Utility System Revenue Note, Series 2022

On October 12, 2022, Appalachian State University, d/b/a New River Light & Power, entered a promissory note obligation providing up to \$7 million in funds designated as a Utility System Revenue Note, Series 2022. The note is dated October 12, 2022 and bears interest from that date. Interest on the note will be due the fifth day of each month, commencing November 5, 2023 based on a variable adjusted SOFR (Secured Overnight Financing Rate). The note will mature on October 1, 2034. The note was issued to provide funds for wholesale power purchases until adjusted utility rates are approved to cover the increased cost of purchased power.

Taxable Student Loan Backed Notes

On August 23, 2022, the State Education Assistance Authority (Authority) entered into a Credit & Security Agreement with Bank of America, N.A. to access funding to use to pay the noteholders.

The following general resolutions have been dissolved:

General Resolutions	Date Dissolved
Taxable Student Loan Backed Notes 2010-1 Series	October 25, 2022
Taxable Student Loan Backed Notes 2011-1 Series	October 25, 2022
Taxable Student Loan Backed Notes 2011-2 Series	October 25, 2022
Taxable Student Loan Backed Notes 2012-1 Series	September 26, 2022
Taxable Student Loan Backed Notes 2013-1 Series	September 26, 2022

On November 1, 2022, the Authority sold its interest in Federal Family Education Loan Program (FFELP) loans to National Education Loan Network, Inc. The \$693.4 million sale included the October 31, 2022 principal balance and accrued interest of the loans. The Authority will remain the guaranty agency for these FFELP loans.

The proceeds of the sale were used to retire the Tax-Exempt Student Loan Backed Notes (Private Placement Bonds) 2015-1 Series, and the August 23, 2022 Credit & Security Agreement referred to above.