

**NORTH CAROLINA
DEPARTMENT OF STATE TREASURER - BOND REPORTER**



**NORTH CAROLINA
DEPARTMENT OF STATE TREASURER**

*****Dale Folwell, CPA, Treasurer *****

SCHEDULE OF COMPETITIVE SALES*

June 30, 2020

HARNETT COUNTY General Obligation Bonds	\$ 27,500,000
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September 14, 2020

STATE OF NORTH CAROLINA General Obligation Bonds (Connect NC)	\$400,000,000
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October 6, 2020

GASTON COUNTY General Obligation Bonds	\$ 55,000,000
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*Tentative: subject to change

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NORTH CAROLINA DEPARTMENT OF STATE TREASURER BOND REPORTER

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Department of State Treasurer

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B O N D R E P O R T E R

No data contained herein is designed or recommended as being suitable for use by any person in reaching a decision with respect to the purchase or sale of any security. Information to support such a decision should be obtained from the issuer or its authorized representatives.

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SCHEDULE OF NEGOTIATED SALES*

August 12, 2020

LINCOLN COUNTY Enterprise System Revenue Bonds	\$ 12,000,000
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August 19, 2020

HARNETT COUNTY Limited Obligation Bonds (Refunding)	\$ 70,000,000
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September 10, 2020

CITY OF CHARLOTTE Utility Revenue Bonds (Refunding)	\$375,000,000
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September 16, 2020

TOWN OF CHAPEL HILL Limited Obligation Bonds	\$ 25,000,000
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September 23

CITY OF CHARLOTTE Storm Water Revenue Bonds	\$100,000,000
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*Tentative, subject to change.

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STATE AND LOCAL UNIT DEBT OUTSTANDING BALANCES

As of May 31, 2020

	<u>Amount</u>	<u>Population</u>	<u>Per Capita</u>
Local Units' Debt	\$ 30,053,796,803.00	—	—
State of North Carolina	5,528,595,000.00	10,383,620	\$440.03
U.S. Public Debt	\$ 25,746,260,186,743	329,984,090	\$78,022.73

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FINANCING AGREEMENTS

Unit: **DAVIE COUNTY**
Amount: \$500,000
Authority: G.S. 160A-17.2
Purpose: Economic Development
Population: 42,846
Lender: Energy United Electric Membership Corporation pursuant to the USDA Rural Economic Development Loan & Grant (REDLG) Program
Approval Rate: 0.00%
Market Rate: 1.10%
Term: Ten years
Payments: Annual Drawn on escrow account. Installment financing is more timely and less costly than issuing G.O. Bonds

Unit: **DURHAM COUNTY**
Amount: \$75,000,000
Authority: G.S. 160A-20
Purpose: Multiple Projects, Tax-Exempt & Taxable
Population: 321,488
Structure: Non-revolving, draw down, interest only variable rate bridge loan installment financing. County expects to convert to conventional permanent financing in FY 2022. If the County is not able to obtain financing at the end of the three-year term, the Draw Facility will convert to a five-year loan with equal principal payments plus interest due monthly.
Amount: NTE \$75,000,000
Approval Rate: NTE (Tax Exempt) 81.1% of 1 Month LIBOR + 1.26%
Approval Rate: NTE (Taxable) 1 Month LIBOR + 1.60%
Draw Period: 24 months
Final Maturity: Not beyond 2027
Maximum Rate: 25.00%
Bond Counsel: Parker Poe Adams & Bernstein LLP
Financial Advisor: DEC Associates, Inc.
Lender: PNC Bank, National Association
Lender's Counsel: Parker Poe Adams & Bernstein, LLP

Unit: **TOWN OF GRANITE QUARRY**
Amount: \$350,000
Authority: G.S. 160A-20
Purpose: Streets
Population: 3,093
Bank: Farmers & Merchants Bank
Approval Rate: 2.99%
Term: 7 years
Market Rate: 2.00%
Payment: Semi-Annual

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FINANCING AGREEMENTS (Cont'd.)

Unit: **CITY OF HENDERSONVILLE**
Amount: \$11,500,000
Authority: G.S. 160A-20
Purpose: Municipal Building
Population: 14,251
Bank: HomeTrust Bank
Approval Rate: 1.79%
Term: 2 years
Market Rate: 0.50%
Payment: Semi-Annual

Unit: **LEE COUNTY**
Amount: \$8,250,000
Authority: G.S. 160A-20
Purpose: Multiple Projects (County Buildings and Economic Development)
Population: 61,452
Lender: JP Morgan Chase Bank
Amount: Not to Exceed: \$8,250,000
Approval Rate: 1.030%
Term: 10 years
Market Rate: 1.04%

Unit: **TOWN OF LELAND**
Amount: \$3,300,000
Authority: G.S. 160A-20
Purpose: Municipal Building
Population: 22,070
Bank: Truist Bank
Approval Rate: 2.51%
Term: 15 years
Market Rate: 1.80%
Payment: Annually

Unit: **TOWN OF MOCKSVILLE**
Amount: \$500,000
Authority: G.S. 160A-17.2
Purpose: Economic Development
Population: 5,291
Bank: Energy United Electric Membership Cooperation pursuant to the USDA Rural Economic Development Loan & Grant (REDLG) Program
Approval Rate: 0.00%
Market Rate: 0.90%
Term: Ten years
Payment: Annually drawn on escrow account. Installment financing is more timely and less costly than issuing G.O. Bonds.

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FINANCING AGREEMENTS (Cont'd.)

Unit: **CITY OF MONROE**
Amount: \$3,140,000
Authority: G.S. 160A-20
Purpose: Equipment and Public Vehicles
Population: 35,330
Lender: US Bancorp Governmental Leasing and Finance
Approval Rate: 1.991%
Market Rate: 1.30%
Term: 10 years
Payment: Annual principal and semi-annual interest payments
Ratings: S&P: AA; Moody's: Aa3 (This transaction will not be rated)

Unit: **ROWAN COUNTY**
Amount: \$1,600,000
Authority: G.S. 160A-20
Purpose: Schools, Park and Recreation
Population: 141,802
Lender: US Bancorp Governmental Leasing and Finance
Approval Rate: 1.649%
Market Rate: 1.00%
Term: 57 months
Payment: Semi-annual principal and interest
Ratings: S&P: AA-; Moody's: Aa2; Fitch: AA (This transaction will not be rated)

Unit: **CITY OF WHITEVILLE**
Amount: \$950,000
Authority: G.S. 160A-20
Purpose: Municipal Building
Population: 5,340
Lender: First Bank
Approval Rate: 2.08%
Market Rate: 1.60%
Term: 15 years
Payment: Annually

GENERAL OBLIGATION BOND ANTICIPATION NOTE

Issuer: **CASWELL COUNTY**
Amount: \$13,150,000
(Not to exceed \$18,500,000)
Purpose: General Obligation Bond Anticipation Note, Series 2020 (School Project)
Purchaser: Truist Bank
Rate: 2.10%
Maturity: December 31, 2022
Bond Counsel: Sands Anderson PC
Financial Advisor: Davenport & Company

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LIMITED OBLIGATION BONDS

Unit: **CITY OF RALEIGH**
Amount: \$110,000,000
Authority: G.S. 160A-20
Purpose: Municipal Buildings
Population: 469,298
Structure: Straight line amortization with annual principal and semi-annual interest payments.
Approximate level realization of savings over the remaining term of the refunding. The term final maturities of the refunding have not been extended.

Expected Ratings: S&P: AA+; Moody's: Aa1; Fitch: AA+
Expected Rate: Effective Interest Cost (Series A) 2.041%
Effective Interest Cost (Series B) 2.616%

Expected Underwriters
Fee: \$3.66/\$1,000
Amount: Not to Exceed: (Series A) \$72,000,000
Not to Exceed: (Series B) \$38,000,000

Approval Rate: Not to Exceed: (Series A) 3.500%
Not to Exceed: (Series B) 4.000%

Final Maturity: Not beyond (Series A) 2040
Bond Counsel: Womble Bond Dickinson (US) LLP
Underwriter: Wells Fargo Securities (Sr. Mgr.); BofA Securities (Co-Mgr.); Loop Capital (Co-Mgr.)
Underwriter's
Counsel: Parker Poe Adams & Bernstein LLP
Financial Advisor: DEC Associates, Inc.
Trustee: U.S. Bank Corporate Trust Services
Verification Agent: The Arbitrage Group
Financial Advisor: DEC Associates, Inc.
Trustee: U.S. Bank Corporate Trust Services
Verification Agent: The Arbitrage Group

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LIMITED OBLIGATION BONDS (Cont'd.)

Unit: **JOHNSTON COUNTY**
Amount: \$157,000,000
Authority: G.S. 160A-20, (Limited Obligation Bonds)
Purpose: Detention Center, Refundings
Population: 199,790
Structure: Annual principal and semi-annual payments. Approximate level realization of savings over the life of each refunded issue. The District Refunding Contracts of the six Districts involved in the current financing will be structured to mirror their pro rata shares of the debt service on the Series 2020A limited obligation bonds. None of the original loan terms have been extended and several have been shortened. The County is requesting a maximum 30-year term from the date of the original issuance where applicable.

Expected Ratings: S&P: AA; Moody's: Aa2
Expected Rate: Effective Interest Cost (Series A): 1.928%
Effective Interest Cost (Series B): 2.628%

Expected Underwriters
Fee: \$3.25/\$1,000
Total Amount: Not to Exceed (Series A) \$90,000,000
Total Amount: Not to Exceed (Series B) \$67,000,000
Approval Rate: Not to Exceed (Series A – Tax Exempt) 3.000%
Approval Rate: Not to Exceed (Series B - Taxable) 3.700%
Final Maturity: Not beyond (Series A): 2043
Final Maturity: Not beyond (Series B): 2039
Bond Counsel: Nexsen Pruet, PLLC
Underwriter: Robert W. Baird & Co. (Senior Manager); Wells Fargo Securities (Co-Manager)
Underwriter's Counsel: Parker Poe Adams & Bernstein LLP
Trustee: Bank of New York Mellon
Escrow Agent: Regions Bank
Verification Agent: The Arbitrage Group

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REVENUE BONDS

Municipality: **CITY OF CHARLOTTE**
Amount: \$300,000,000
Purpose: General Airport Revenue Bond Anticipation Notes (GARBS) Series 2020A
Direct Placement New Money GARBs. 3-year draw mode and three years if converted to amortizing term bond. Fixed rate take-out anticipated in 2022.
Authority: G.S. 159; Article 5
Structure: Semi-annual payment of interest accruing on draws. Drawn principal is payable in full at the end of a three-year term or earlier. It is the expectation of the City to terminate the Bond Anticipation Note Draw Facility in approximately two years, or sooner and replace it with publicly offered and conventionally termed General Airport Revenue Bonds. If, at the end of the three year term of the Note, the City is unable to execute a long-term replacement, the Note will convert to a three-year term loan payable in semi-annual installments at a Term Loan Rate calculated at conversion, not exceeding 20%
Interest Rate: Variable rate applied to drawn amounts calculated at (79% of One Month LIBOR) +33%. Maximum calculated rate of 20%. Commitment fee for undrawn amounts calculated at 0%. Issue amount not to exceed \$300,000,000
Final Maturity: Not beyond 2023 in initial draw mode; 2026 if converted to amortizing term bond.
Bond Anticipation Note Provider: Bank of America, N.A.
Bond Counsel: Parker Poe Adams & Bernstein LLP
Financial Advisor: DEC Associates, Inc.
Airport Consultant: Frasca and Associates
Trustee: U.S. Bank, National Association
Bank Counsel: McGuireWoods, LLP

Municipality: **CITY OF CHARLOTTE HOUSING AUTHORITY (DBA INLIVIAN)**
Amount: \$18,800,000
Purpose: Multifamily Housing Revenue Bonds-Barrington Drive Apartments, Series 2020
Authority: G.S. 159-148; 159-153; 157-17.1
Term: Approximately 20 years (2-year construction phase + 18 year permanent phase); 40 year amortization
Interest Rate: Tax Exempt
Permanent phase – (0.79 of LIBOR) + 2.0%
Structure: Approximately level debt service
Final Maturity: Not to exceed December 31, 2062
Interest Rate: Tax-exempt not to exceed 12.0%
Bond Counsel: McGuireWoods LLP
Issuer's Counsel: The Banks Law Firm, P.A.
Borrower: Barrington Drive Apartments, LLC
Borrower's Counsel: Dinsmore & Shohl, LLP
Developer: Winterwood Development, LLC
Bondholder: Cedar Rapids Bank and Trust Company
Bondholder's Counsel: Winthrop & Weinstine, P.A.
LIHTC Equity Investor: CREA Barrington Drive, LLC
LIHTC Equity Investor Counsel: Barnes & Thornburg LLP

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REVENUE BONDS (Cont'd.)

Unit: **CITY OF CHARLOTTE HOUSING AUTHORITY (DBA Inlivan)**
Amount: \$28,500,000
Description: Multi-Family Housing Revenue Bonds-Springbrook Apartment Homes Project, Series 2020
Authority: G.S. 159-148; 159-153; 157-17.1
Term: Approximately 43 years (40-year amortization, plus construction period up to 36 months)
Interest Rate: Tax Exempt
During construction the rate will be fixed at 2.00%. The permanent loan rate will be LIBOR+75 bps (floor of 3.0%)
Amount: Not to exceed \$28,500,000
Final Maturity: Not to exceed December 31, 2063
Interest Rate: Tax-exempt not to exceed 12.0%
Bond Counsel: McGuireWoods LLP
Issuer's Counsel: The Banks Law Firm, P.A.
Borrower: Pedcor Investments-2017-CLXV, L.P.
Borrower's Counsel: The Banks Law Firm, P.A.
Bond Purchasers: International City Bank, N.A. and United Fidelity Bank, fsb
Purchaser's Counsel: Ice Miller LLP
HUD Seller/Servicer: Merchants Capital Corp.
HUD Seller/
Servicer's Counsel: Wooden & McLaughlin, LLP
LIHTC Equity Investor: Truist Community Capital, LLC
LIHTC Equity
Investor Counsel: Nixon Peabody, LLP

Unit: **CITY OF GREENSBORO**
Amount: \$85,000,000
Description: Combined Enterprise System ("CES") Revenue Bonds and Bond Anticipation Note
Authority: G.S. 159; Article 5
Term: 2 years plus a 5-year term loan, if required
Interest Rate: Variable
Structure: Monthly payment of interest accruing on draws. Drawn principal is payable in full at end of a two-year term or earlier. It is the expectation of the City to terminate the Bond Anticipation Note Draw Facility at the end of two years and replace it with publicly offered and conventionally termed Combined Enterprise System Revenue Bonds. If, at the end of the two-year term, the City is unable to execute a long-term replacement, the Draw Facility will convert to a five-year term loan payable in annual installments at a Term Loan Rate not exceeding 25%.
Bond Anticipation
Note Purchaser: PNC Bank, National Association
Final Maturity: Not beyond 2027 (including term loan)
Interest Rate: Variable rate applied to drawn amounts calculated at: (81.1% of One Month LIBOR)+ 1.48%. Maximum rate in any loan will not exceed 25%.
Note: Approval of Revenue Bond Anticipation Notes also constitutes approval of the subsequent revenue bonds provided that the appurtenant terms of the bond are acceptable to the Local Government Commission.
Bond Counsel: Womble Bond Dickinson (US) LLP
Financial Advisor: DEC Associates, Inc.
Bank Counsel: Parker Poe Adams & Bernstein LLP
Trustee: U.S. Bank National Association

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REVENUE BONDS (Cont'd.)

Unit: **CITY OF RALEIGH HOUSING AUTHORITY**
Amount: \$23,000,000
Description: Multifamily Housing Revenue Bonds, Walnut Trace Apartments, Series 2020A and Taxable 2020B
Authority: G.S. 159-148; 159-153; 157-17.1
Term: Approximately 18 years; 40-year amortization
Construction period up to 36 months
Interest Rate: Tax Exempt interest estimated 4.00% until stabilization and 3.85% post-stabilization
Structure: Approximately level debt service
Bond Counsel: McGuireWoods LLP
Issuer's Counsel: The Francis Law Firm, PLLC
Borrower: Walnut Trace, LLC
Borrower's Counsel: Ellinger & Carr PLLC
Developer: Taft-Mills Group
Purchaser: Deutsche Bank AG
Placement Agent: Stern Brothers & Co.
Majority Owner Rep: Bellwether Enterprise Real Estate Capital LLC
Purchaser's Counsel: Kutak Rock LLP
LIHTC Equity Investor: Community Equity Fund XXV Limited Partnership
LIHTC Equity Investor Counsel: Kutak Rock LLP
Trustee: U.S. Bank National Association
Trustee Counsel: Nexsen Pruet PLLC

REVOLVING LOAN

Municipality: **TOWN OF BELHAVEN**
Amount: \$87,390
Purpose: Water
Authority: G.S. 159G-22
Term: 20 years
Interest Rate: Not to exceed 4%

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DETAILS OF THE BOND SALES

Issuer: **JOHNSTON COUNTY**
Amount: \$20,000,000
Purpose: General Obligation Public Improvement Bonds, Series 2020
Dated: July 23, 2020
Ratings: Moody's: Aa1; S&P: AA+
Winning Bidder: Piper Sandler & Co.
Sold on: June 2, 2020
TIC: 1.6191%
BBI: 2.16%
Rates: 1st \$9,335M @ 5.000%; next \$1,185M @ 4.000%; final \$9,480M @ 2.000% - price \$22,856,174.34
Average Life: 11.56 years

Issuer: **CITY OF WINSTON-SALEM (FORSYTH COUNTY)**
Amount: \$6,005,000*
Purpose: General Obligation Bonds, Series 2020A
Dated: June 13, 2020
Ratings: Moody's: Aaa; S&P: AAA; Fitch: AAA
Winning Bidder: Wells Fargo Bank, National Association
Sold on: June 9, 2020
TIC: 1.7076%
BBI: 2.16%
Rate: 1st \$2,605M @ 5.000%; next \$690M @ 4.000%; final \$2,710M @ 2.000% price: \$6,838,662.33
Average Life: 12.02 years

*Certain maturities were adjusted as provided in the Notice of Sale.

Issuer: **CITY OF WINSTON-SALEM (FORSYTH COUNTY)**
Amount: \$44,140,000*
Purpose: General Obligation Bonds, Series 2020B
Dated: July 14, 2020
Ratings: Moody's: Aaa; S&P: AAA; Fitch: AAA
Winning Bidder: J.P. Morgan Securities LLC
Sold on: June 9, 2020
TIC: 1.8525%
BBI: 2.16%
Rates: 1st \$11,195M @ 5.000%; next \$3,290M @ 4.000%; next \$3,425M @ 3.000%; next \$14,540M @ 2.000% final \$11,690M @ 2.125% - price: \$49,186,764.59
Average Life: 14.38 years

*Certain maturities were adjusted as provided in the Notice of Sale.

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DETAILS OF THE BOND SALES (Cont'd.)

Issuer: **CITY OF WINSTON-SALEM (FORSYTH COUNTY)**
Amount: \$16,330,000*
Purpose: General Obligation Bonds, Series 2020C
Dated: July 14, 2020
Ratings: Moody's: Aaa; S&P: AAA; Fitch: AAA
Winning Bidder: Raymond James & Associates, Inc.
Sold on: June 9, 2020
TIC: 0.9519%
BBI: 2.16%
Rates: 1st \$2,610M @ 0.4000%; next \$2,610M @ 0.5000%; next \$2,625M @ 0.6000%; next \$2,640M @ 0.7000%; next \$2,665M @ 1.1400%; next \$2,690M @ 1.2400%; final \$490M @ 1.4100% - price: \$16,300,126.06
Average Life: 4.50 years

*Certain maturities were adjusted as provided in the Notice of Sale.

Issuer: **BRUNSWICK COUNTY**
Amount: \$41,795,000*
Purpose: General Obligation School Bonds, Series 2020
Dated: July 7, 2020
Ratings: Moody's: Aa1; S&P: AAA
Winning Bidder: UMB Bank, N.A.
Sold on: June 16, 2020
TIC: 1.5802%
BBI: 2.19%
Rates: 1st \$10,450M @ 5.000%; next \$12,540M @ 4.000%; next \$8,360M @ 3.000%; final \$10,445M @ 2.000% - price - \$47,393,908.26
Average Life: 10.57 years

*Certain maturities were adjusted as provided in the Notice of Sale.

Issuer: **HARNETT COUNTY**
Amount: \$27,500,000
Purpose: General Obligation School Bonds, Series 2020
Dated: July 23, 2020
Ratings: Moody's: Aa2; S&P: AA-
Winning Bidder: Morgan Stanley & Co., LLC
Sold on: June 30, 2020
TIC: 1.5486%
BBI: 2.21%
Rates: 1st \$13,750M @ 5.000%; next \$1,375M @ 4.000%; next \$1,375 @ 3.000%; next \$9,625M @ 2.000%; final \$1,375M @ 2.125% - price \$31,368,042.12
Average Life: 10.69 years

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DETAILS OF THE PRIVATE-PLACEMENT NOTE SALE (BAN PROGRAM)

Issuer: Caswell County
Amount: \$13,150,000
(Not to exceed \$18,500,000)
Purpose: General Obligation Bond Anticipation Note, Series 2020 (School Project)
Purchaser: Truist Bank
Rate: 2.10%
Dated: June 16, 2020
Maturity: December 31, 2022
Sold on: June 16, 2020
Bond Counsel: Sands Anderson PC

REPORT ON RECENT SALE OF USDA REVENUE BOND

Issuer: Goldston Gulf Sanitary District (Chatham County)
Amount: \$1,003,000
Description: Water and Sewer System, Series 2020A
Amount: \$289,000
Description: Water and Sewer System, Series 2020B
Dated: June 10, 2020
Sold to: United States of America
Sold on: June 10, 2020
Maturity: June 1, 2060
Bond Counsel: Parker Poe Adams & Bernstein LLP

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BOND BUYER'S INDEX 2019– 2020 G.O. Bonds

