



General Obligation Bonds

What are General Obligation (GO) Bonds?

Security	Full faith and credit of the unit
Legal Projects	All capital projects unit has authority to undertake (G.S. 159-48)
Voter Approval	Yes
LGC Approval	Yes
Bond Counsel	Yes
Public or Private Sale	Public
Method of Sale	Competitive
Limit on Amount	Net Debt Limitation



GO Bonds v. Limited Obligation Bonds (LOB)

Security

- GO - Full Faith and Credit
- LOB - Collateralized Asset(s)

Voter Approval

- GO - Yes
- LOB - Not Required

Rates and Issuance

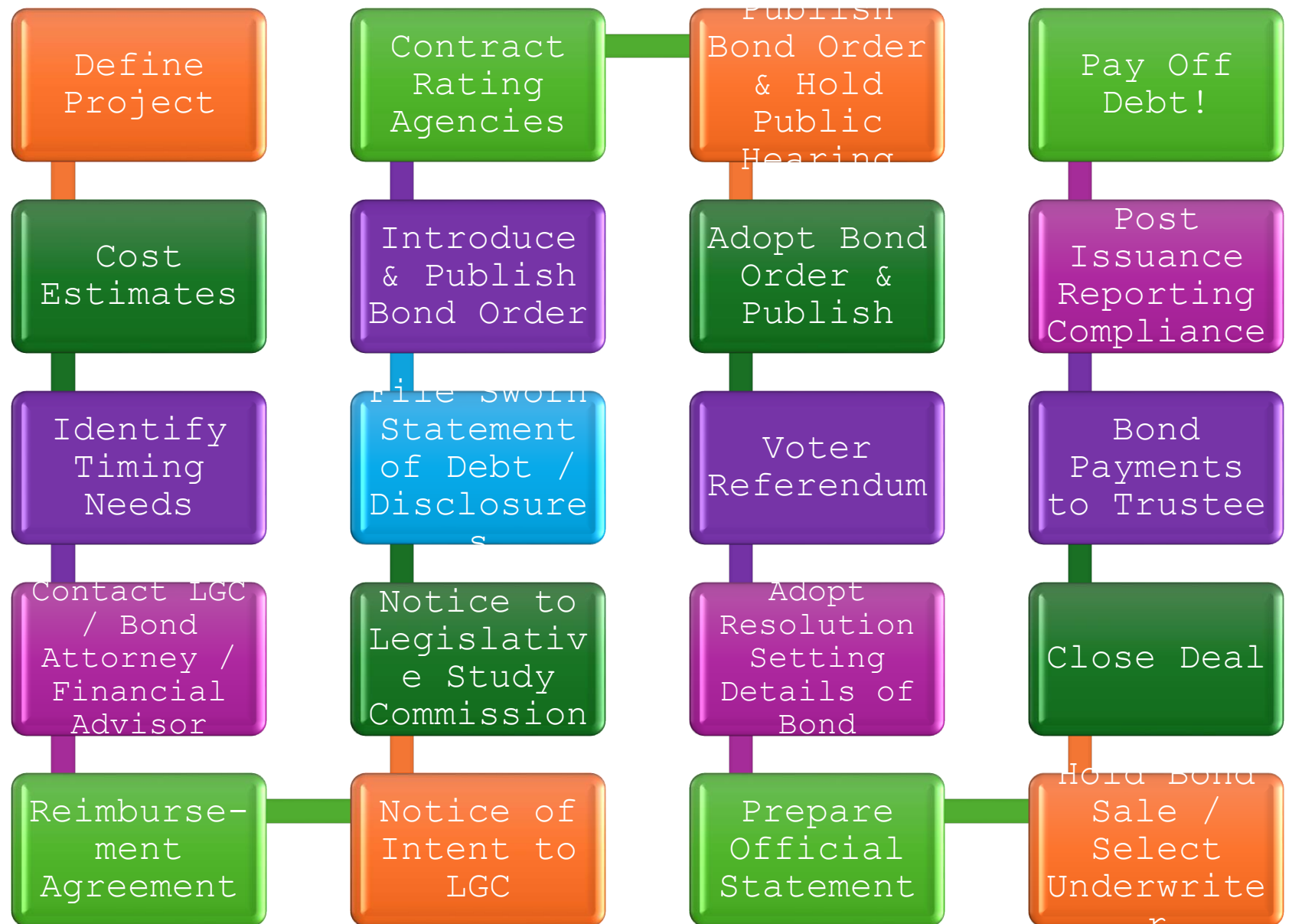
- GO - lowest available in the market
- LOB - minimally higher interest rates (due to AAA/Aaa status)
- Issuance costs similar

Limitations

- GO - if referenda not approved, LGC/State Treasurer will not allow other borrowing for same project/type to move forward for at least 1-2 years

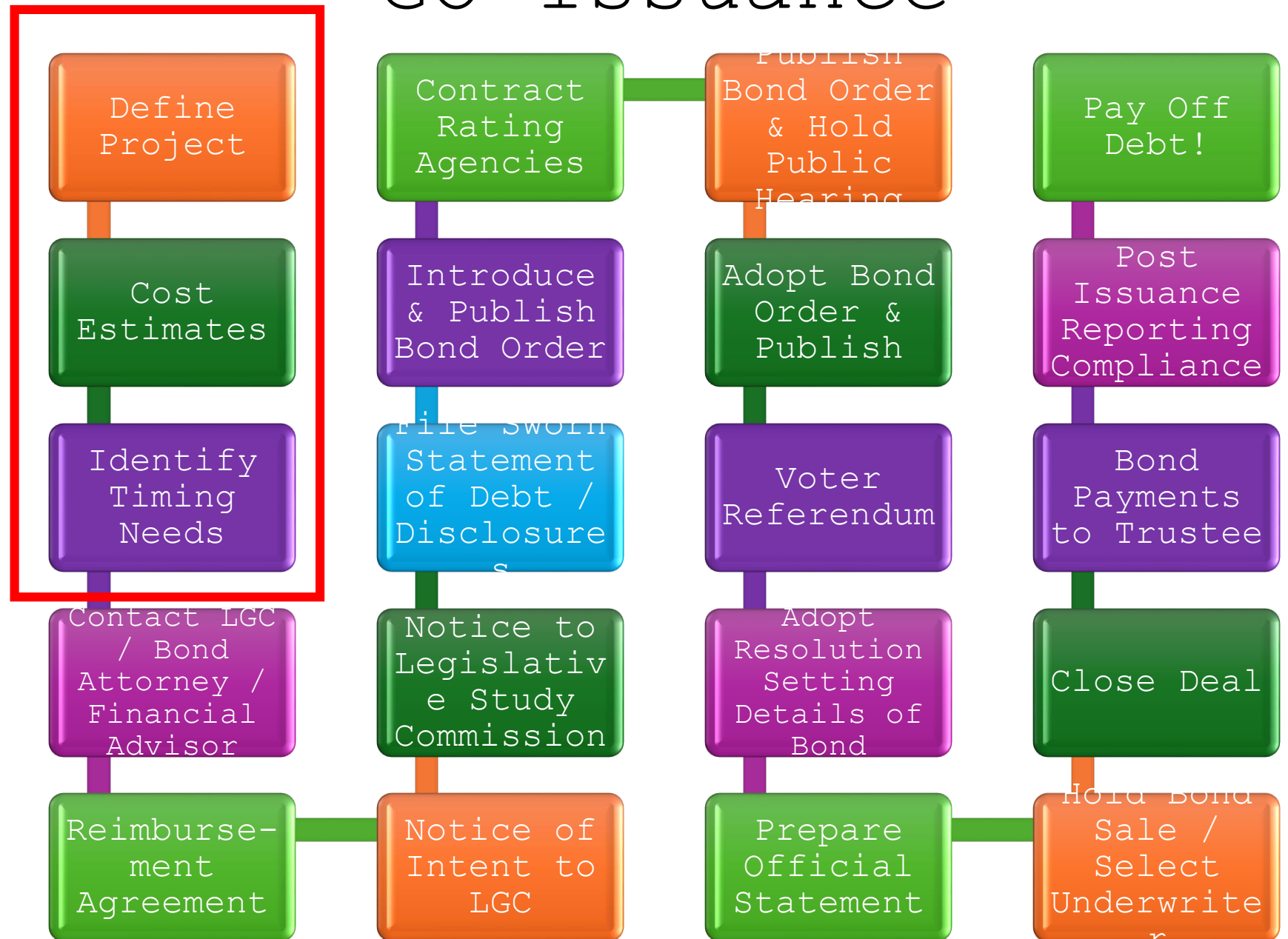
This is a general breakdown of the steps involved in a GO Bond Issuance, although many of these steps will occur concurrently.

GO Issuance



This is a general breakdown of the steps involved in a GO Bond Issuance, although many of these steps will occur concurrently.

GO Issuance





Questions?