CHAPTER 159

ARTICLE 4 - LOCAL GOVERNMENT BOND ACT

N.C.G.S. § 159-72.

Purposes for which funding and refunding bonds may be issued; when such bonds may be issued.

SOURCE	LAST AMENDMENT IN THIS TEXT	RETRIEVED	SOURCE FINGERPRINT
General Statutes of North Carolina, as published by the General Assembly	c. 201, s. 1 — thirty-fourth act in the lineage	21 September 2026, 04:01 UTC	2b7fb7a2e0f8382288be7723 - 59dea94cf4171c44509ba5c8 - 6185b5e9c3d12cf7

A unit of local government may issue funding and refunding bonds under this Article for the purposes listed in G.S. 159-48(a)(4), (5), (6), or (7). Funding bonds may be issued if the debt, judgment, or other obligation to be paid is payable at the time of the passage of the bond order or within one year thereafter. Refunding bonds may be issued at any time prior to the final maturity of the debt or obligation to be refunded. The proceeds from the sale of any refunding bonds shall be applied only as follows: either (i) to the immediate payment and retirement of the obligations being refunded or (ii) if not required for the immediate payment of the obligations being refunded such proceeds shall be deposited in trust to provide for the payment and retirement of the obligations being refunded, and to pay any expenses incurred in connection with such refunding, but provision may be made for the pledging and disposition of any amounts in excess of the amounts required for such purposes, including, without limitation, provision for the pledging of any such excess to the payment of the principal of and interest on any issue or series of refunding bonds issued pursuant to G.S. 159-78. Money in any such trust fund may be invested in (i) direct obligations of the United States government, or (ii) obligations the principal of and interest on which are guaranteed by the United States government, or (iii) to the extent then permitted by law in obligations of any agency or instrumentality of the United States government, or (iv) in certificates of deposit issued by a bank or trust company located in the State of North Carolina if such certificates shall be secured by a pledge of any of said obligations described in (i), (ii), or (iii) above having an aggregate market value, exclusive of accrued interest, equal at least to the principal amount of the certificates so secured. Nothing herein shall be construed as a limitation on the duration of any deposit in trust for the retirement of obligations being refunded but which shall not have matured and which shall not be presently redeemable or, if presently redeemable, shall not have been called for redemption.

The principal amount of refunding bonds issued pursuant to this section, together with the principal amount of refunding bonds, if any, issued under G.S. 159-78 in conjunction with refunding bonds issued pursuant to this section, shall not exceed the amount set forth in G.S. 159-78.

Except as expressly modified in this Part, funding and refunding bonds issued under the provisions of this Part shall be subject to the limitations and procedures set out in Parts 1 and 2 of this Article.

END OF SECTION TEXT

APPARATUS FOLLOWS — DERIVED, NOT ENACTED

APPARATUS I

34 ACTS

Amendment lineage

The State prints this history as a single parenthetical at the foot of the section. It is reproduced verbatim in the colophon and unpacked below in order of enactment.

TICK HEIGHT = ACTS IN THAT YEAR   DASHED = RECODIFICATION, NOT AMENDMENT

№	YEAR	ACT	CHARACTER
01	1917	c. 138, s. 16	ENACTED
02	1919	c. 178, s. 3(16)	AMENDED
03	C.S.	s. 2937	RECODIFIED
04	1921	c. 8, s. 1	AMENDED
05	1921	Ex. Sess. 1921, c. 106, s. 1	AMENDED
06	1927	c. 81, s. 8	AMENDED
07	1929	c. 171, s. 1	AMENDED
08	1931	c. 60, ss. 48, 54	AMENDED
09	1933	c. 257, ss. 2-4	AMENDED
10	1933	c. 259, ss. 1, 2	AMENDED
11	1935	c. 302, ss. 1, 2	AMENDED
12	1935	c. 484	AMENDED
13	1939	c. 231, ss. 1, 2(c), 4(b)	AMENDED
14	1941	c. 147	AMENDED
15	1943	c. 13	AMENDED
16	1945	c. 403	AMENDED
17	1947	cc. 520, 931	AMENDED

18	1949	c. 354	AMENDED
19	1949	c. 766, s. 3	AMENDED
20	1949	c. 1270	AMENDED
21	1953	c. 1065, s. 1	AMENDED
22	1957	c. 266, s. 1	AMENDED
23	1957	c. 856, s. 1	AMENDED
24	1957	c. 1098, s. 16	AMENDED
25	1959	c. 525	AMENDED
26	1959	c. 1250, s. 2	AMENDED
27	1961	c. 293	AMENDED
28	1961	c. 1001, s. 2	AMENDED
29	1965	c. 307, s. 2	AMENDED
30	1967	c. 987, s. 2	AMENDED
31	1967	c. 1001, s. 1	AMENDED
32	1971	c. 780, s. 1	AMENDED
33	1973	c. 494, s. 11	AMENDED
34	1977	c. 201, s. 1	AMENDED

APPARATUS II
2 AUTHORITIES

Authorities referenced

Every G.S. cross-reference appearing in the text of this section, in order of first appearance. Nothing is characterized; the operative language is quoted from the section itself.

REFERENCE	APPEARS IN	OPERATIVE LANGUAGE IN THIS SECTION
G.S. 159-48(a)(4), (5), (6), or (7)		*"Article for the purposes listed in"*
G.S. 159-78		*"of refunding bonds issued pursuant to"*

APPARATUS III

Citation

FULL SECTION

N.C. Gen. Stat. § 159-72 (1977).

Pinpoint keys are set in the left margin of the text rather than line numbers: subsection designators are stable across editions and paper sizes, line numbers are not.

COLOPHON

Provenance

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HISTORY PARENTHETICAL, AS PRINTED BY THE STATE

(1917, c. 138, s. 16; 1919, c. 178, s. 3(16); C.S., s. 2937; 1921, c. 8, s. 1; Ex. Sess. 1921, c. 106, s. 1; 1927, c. 81, s. 8; 1929, c. 171, s. 1; 1931, c. 60, ss. 48, 54; 1933, c. 257, ss. 2-4; c. 259, ss. 1, 2; 1935, c. 302, ss. 1, 2; c. 484; 1939, c. 231, ss. 1, 2(c), 4(b); 1941, c. 147; 1943, c. 13; 1945, c. 403; 1947, cc. 520, 931; 1949, c. 354; c. 766, s. 3; c. 1270; 1953, c. 1065, s. 1; 1957, c. 266, s. 1; c. 856, s. 1; c. 1098, s. 16; 1959, c. 525; c. 1250, s. 2; 1961, c. 293; c. 1001, s. 2; 1965, c. 307, s. 2; 1967, c. 987, s. 2; c. 1001, s. 1; 1971, c. 780, s. 1; 1973, c. 494, s. 11; 1977, c. 201, s. 1.)

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