

**PRINCE GEORGE'S COUNTY COUNCIL
AGENDA ITEM SUMMARY**

Meeting Date: 10/15/96

Reference No.: CB-97-1996

Proposer: County Executive

Draft No.: 2

Sponsors: Council Member Del Giudice

Item Title: The Issuance and Sale of General Obligation Bonds in
an amount not to exceed \$7,670,000

Drafter: Barbara L. Holtz
Office of Law

Resource Personnel: Steve Kaplan
OMB

LEGISLATIVE HISTORY:

Date Presented: 9/24/96

Executive Action: 12/2/96 S

Committee Referral:(1) 9/24/96 PSFM

Effective Date: 1/21/97

Committee Action:(1) 10/3/96 FAV

Date Introduced: 10/15/96

Pub. Hearing Date: (1) 11/12/96 10:30 AM

Council Action: (1) 11/12/96 Action deferred to 11/19/96

Council Votes: SD:A, DB:A, JE:A, IG:A, AMc:A, WM:A, RVR:A, AS:A, MW:A

Pass/Fail: P

Council Action: (2) 11/19/96 Enacted

Council Votes: SD:A, DB:A, JE:A, IG:A, AMc:A, WM:A, RVR:A, AS:A, MW:A

Pass/Fail: P

Remarks: _____

11/19/96 - DR-2 substituted in lieu of DR-1

PUBLIC SAFETY AND FISCAL MANAGEMENT COMMITTEE REPORT Date: 10/3/96

Committee Vote: Favorable, 4-1, (In favor: Council Members: Estepp, Bailey, Del Giudice and Maloney. Opposed: Scott).

This bill will provide the County with the authority to sell \$7.7 million in General Obligation Bonds for eleven capital projects. Six projects are awaiting voter approval and are included on the

November 1996 referendum. Five others are school system projects that are being added to the

FY97 capital budget via CB-95-1996 and do not require voter approval. All of the projects are in the approved FY97 capital budget. The projects are listed on page 33.

A breakdown of the total amount is as follows: \$2 million for school projects, \$1.1 million for road and bridge projects, \$.8 million for the Community College, and \$3.8 million for the Department of Environmental Resources (DER) projects. The debt service will average between \$600,000 and \$700,000 per year when the bonds are sold. The principal and interest for the DER project will be paid from the Solid Waste Enterprise Fund.

The fiscal impact on the County as a result of enacting CB-97-1996 will be negative to the extent of the debt service obligation incurred by the County when the bonds are sold.

BACKGROUND INFORMATION/FISCAL IMPACT

(Includes reason for proposal, as well as any unique statutory requirements)

This bill provides bond sale authorization for six FY97 approved capital projects that are included in the November 1996 referendum. It also provides the authority to sell bonds for five school system projects that are being proposed for addition to the FY97 Capital Budget in a companion piece of legislation. The total amount to be authorized is \$7,670,000.

CODE INDEX TOPICS: