
A G E N D A I T E M S U M M A R Y

Reference No: CR-104-1991

Draft No: 1

P r i n c e G e o r g e ' s

Meeting Date: 10/29/91

C o u n t y C o u n c i l

Requester: CO. EXEC.

Item Title: Borrowing of Maryland Energy Financing
Administration Limited Obligation
Industrial Revenue Bonds to F & E
Resources Systems Technology

Sponsors CA F C

Date Presented ___/___/___ **Executive Action** ___/___/___ ___
Committee Referral (1) 10/22/91 FP&GO **Effective Date** ___/___/___ ___
Committee Action (1) 10/28/91 FAV
Date Introduced 10/22/91
Pub. Hearing Date (1) ___/___/___ __:__ __

Council Action (1) 10/29/91 Adopted
Council Votes CA: A_, B_: A_, C_: -_, D_: A_, F_: A_, MC: A_,
M_: A_, P_: A_, WI: A_, ___: ___, ___: ___, ___: __

Pass/Fail P

Remarks _____

Drafter: Barbara L. Holtz **Resource** Alvin Nichols, Office
Office of Law **Personnel:** of County Executive

LEGISLATIVE HISTORY

FISCAL POLICY & GOVERNMENT OPERATIONS
COMMITTEE REPORT

Date: October 28, 1991

Committee Vote: Favorable, 6-0 (In favor: Council Members Wineland, Castaldi, Del Giudice, Fletcher, Mills and MacKinnon)

In April of this year, the Council approved a resolution (CR-9-1991) expressing no objection to a plan to provide energy assistance to F & E Resource Technology for an amount not to exceed twelve (\$12) million dollars. The owner recognized the need for increased funding as a result of updating and revising the project's budget.

Luther Miller, Director of Maryland Department of Economic and Employment Development submitted a letter advising the County of his intent to issue its limited obligation tax-exempt revenue pending the Council's adoption of this resolution.

The significant increases are in the area of equipment and reserves. There is a three (\$3) million dollars increase in equipment (from \$4.5 million to \$7.5 million) and the Contingency/ Reserves is increased by \$3,250,000 (from \$750,000 to \$4,000,000). The additional reserve amount is the result of the cost for final bond servicing and placement requirements.

John McDonough stated that the increases were requested by the Chrysler Corporation who is funding this project.

The Legislative Officer and the Office of Law have reviewed this legislation and find it to be in proper legislative form.

There should not be any negative fiscal impact on the County as a result of adopting CR-104-1991.

BACKGROUND INFORMATION/FISCAL IMPACT

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

This resolution will express no objection to the issuance and sale by the Maryland Energy Financing Administration of one or more series of its limited obligation industrial development revenue bonds, for the purpose of providing financial assistance to F & E Resource Systems Technology for Prince George's, Inc. for the acquisition and installation of a certain energy project previously described in CR-9-1991.