

Prince George's County Council

Agenda Item Summary

Meeting Date: 7/15/2014
Reference No.: CB-024-2014
Draft No.: 1
Proposer(s): County Executive
Sponsor(s): Lehman, Toles, Franklin, Campos, Davis, Patterson
Item Title: An Act concerning the issuance and sale of General Obligation Stormwater Management Bonds in an amount not to exceed Fifty-Seven Million Nine Hundred Seventy-Eight Thousand Dollars (\$57,978,000)

Drafter: LaKeecia Allen, Office of Law
Resource Personnel: Debra Bice, Capital Budget Analyst

LEGISLATIVE HISTORY:

Date Presented:	5/13/2014	Executive Action:	7/22/2014 S
Committee Referral:	5/13/2014 - PSFM	Effective Date:	9/5/2014

Committee Action: 6/5/2014 - FAV

Date Introduced: 6/17/2014
Public Hearing: 7/15/2014 - 11:00 AM

Council Action (1) 7/15/2014 - ENACTED
Council Votes: WC:A, DLD:A, MRF:A, AH:-, ML:A, EO:A, OP:A, IT:A, KT:-
Pass/Fail: P
Remarks:

AFFECTED CODE SECTIONS:

COMMITTEE REPORTS:

Public Safety and Fiscal Management **Date 6/5/2014**
REPORT: Committee Vote: Favorable 5-0 (In Favor: Council Members Toles, Davis, Harrison, Lehman, and Turner)

This bill will authorize the County to issue and sell General Obligation Stormwater Management bonds in an amount not to exceed \$57,978,000 to finance stormwater management projects approved in the FY 2014 Capital Budget. In addition to general obligation bonds, general obligation anticipated notes, and general obligation refunding bonds are also authorized.

The eight (8) projects proposed to receive funding are listed in Attachment I of this bill. The bonds sold for these projects will be supported with revenues generated by the Stormwater Management Funds and not by General Fund revenues.

The Office of Law has reviewed this bill and finds it to be in proper legislative form with no legal impediments to its enactment.

The enactment of CB-24-2014 will not have a negative fiscal impact on the County until the general obligation Stormwater Management bonds are sold. The additional debt, related interest and issuance cost associated with the proposed general obligation Stormwater Management bonds and general obligation anticipated notes will have a negative fiscal impact on the County's Stormwater Management Enterprise Fund to the extent of the total multi-year debt service costs. The refunding bonds should have a positive fiscal impact on the Stormwater Management Enterprise Fund when such refunding bonds are sold.

BACKGROUND INFORMATION/FISCAL IMPACT:

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

This bill provides the authority to issue and sell bonds in an amount not to exceed \$57,978,000 for stormwater management projects and reflects the amount programmed in the FY 2014 Capital Budget, stormwater management bond anticipation notes in anticipation of any such bonds, and stormwater management refunding bonds. Revenue from Stormwater Management District Fund will support the interest and principal payments on the bonds, notes and refunding bonds issued and sold pursuant to the legislation.

The projects are listed in Attachment 1 of the legislation. The fiscal impact on the County for any bonds or bond anticipation notes will be negative to the extent of the debt service obligation incurred by the County when the bonds or notes are sold; the fiscal impact on the County for any refunding bonds should be positive when such refunding bonds are sold.

CODE INDEX TOPICS:

INCLUSION FILES:

I-CB-24-2014 Attachment 1.pdf
