

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

Meeting Date: 7/26/95

Reference No.: CB-58-1995

Proposer: County Executive

Draft No.: 1

Sponsors: Del Giudice, Wilson, and MacKinnon

Item Title: To authorize Prince George's County, Maryland, to
issue and sell General Obligation Storm Water Bonds
in an amount not to exceed \$8,689,000

Drafter: Barbara L. Holtz
Office of Law

Resource Personnel: Steve Kaplan
OMB

LEGISLATIVE HISTORY:

Date Presented:	6/13/95	Executive Action:	8/8/95	S
Committee Referral:	(1) 6/13/95	C.O.W.	Effective Date:	9/25/95
Committee Action:	(1) 6/27/95	FAV		
Date Introduced:	7/5/95			
Pub. Hearing Date:	(1) 7/26/95	1:30 PM		

Council Action: (1) 7/26/95 Enacted

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

Pass/Fail: P

Remarks: _____

COMMITTEE OF THE WHOLE

Date: 6/27/95

Committee Vote: Favorable, (5-0-2) In favor: Council Members MacKinnon, Bailey,
Del Giudice, Gourdine and Scott.

Abstain: Council Members Estep and Russell.

Absent: Council Members Maloney and Wilson

This bill authorizes the County Executive to issue and sell General Obligation Storm Water Bonds in an amount not to exceed \$8,689,000 for thirty-eight (38) Stormwater Management CIP projects listed on page 31 of the bill. Although this bill pledges the County's full faith and credit and the

unlimited taxing power of the County, the debt service on any bonds issued pursuant to this Act will be retired with proceeds from the Stormwater Management Tax.

The bill authorizes the Executive to determine whether the bonds will be sold at public sale by sealed bids or negotiated sale. The Executive is also delegated the authority to fix the date and time of the sale of the bonds and determine the form of the Notice of Sale of the Bonds.

The Committee was advised by the Office of Management and Budget that the sale will occur between January and June of 1996. It is estimated the interest rate including the costs of issuance will be between nine and ten percent (9-10%) which will result in a debt service amount in FY 1997 of approximately \$782,000 to \$868,000.

The Committee was advised by staff that all projects included in the bond sale were for the same dollar amount as was appropriated in the FY 1996 Stormwater Management Capital Budget adopted by the Council. The Committee was advised that once the bill is adopted, a bond receivable can be established administratively allowing the implementation of projects in anticipation of the bond sale. This will allow projects to move forward without delay.

BACKGROUND INFORMATION/FISCAL IMPACT

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

This legislation will authorize the issuance and sale of General Obligation Stormwater Management Bonds, not to exceed \$8,689,000.

CODE INDEX TOPICS: