

Reference No: CR-9-1990

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

Meeting Date: 2/13/90

Requestor: WSSC

Sponsors	C	WI	B	P	CA	W
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Council Action	(1) 2/13/90	Adopted
Council Votes	B_: A_, CA: A_, C_: A_, CI: --, H_: --, M_: --,	
	P_: A_, W_: A_, WI: A_, __: __, __: __, __: __	
Pass/Fail	P	

Remarks

Drafter: Craig S. Price	Resource: Joseph P. Carrigan, Dir.
Deputy Council Admin.	Personnel: WSSC-Invest. & Funding

2/13/90 - Favorably reported out of C.O.W.; adopted 6-0 vote (Aye: Bell, Castaldi, Casula, Pemberton, Wilson and Wineland).

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

By letter dated January 12, 1990 the Washington Suburban Sanitary Commission requested the County's approval of a plan to refinance \$89,450,000 in General Construction Bonds, Water Supply Bonds & Sewage Disposal Bonds issued in 1985 and 1986. The Commission intends to refund only the callable portions of these bonds. The proposed refunding issues are structured to concentrate all of the savings in the early years of the debt service payments with no subsequent increase in debt service during the later years. WSSC is recommending the issuance of refunding bonds to refinance these bonds because under current market conditions the refunding issues will result in at least a 2% present value savings. If at the time of sale any one of the proposed refunding

issues will not result in at least 2% present value savings that refunding will be excluded from the sale.

In accordance with Article 29, Section 4-107 of the Annotated Code of Maryland issuance of refunding bonds is subject to the approval of the County Executives and and County Council's of Montgomery and Prince George's County. Failure of any County Executive or County Council to disapprove or approve the requested plans within thirty days from the date of the delivery of the plan (January 12, 1990) shall be deemed to be an approval of the plan by the body failure to take action.