
Reference No: CR-61-1992

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

Draft No: 1

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

Meeting Date: 6/16/92

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

Requester: CO. EXEC.

Item Title: A Resolution to authorize the issuance of Economic Development Revenue Bonds in the amount of \$1,300,000 for the benefit of Snow Valley, Inc.

Sponsors MC P

Date Presented ___/___/___ **Executive Action** 6/19/92 S
Committee Referral (1) 5/26/92 H&ED **Effective Date** 6/19/92
Committee Action (1) 6/9/92 FAV
Date Introduced 5/26/92
Pub. Hearing Date (1) ___/___/___ :___ ___

Council Action (1) 6/16/92 Adopted
Council Votes CA: A_, B_: -_, C_: A_, D_: A_, F_: A_, MC: A_,
 M_: A_, P_: -_, WI: A_, ___: ___, ___: ___, ___: ___

Pass/Fail P

Remarks _____

Robert B. Ostrom **Resource** Robert B. Ostrom
Drafter: Issuer's Counsel **Personnel:** Issuer's Counsel

LEGISLATIVE HISTORY

HOUSING & ECONOMIC DEVELOPMENT COMMITTEE REPORT

DATE: 6/9/92

Committee Vote: Favorable, 5-0-3 (In favor: Castaldi, Casula, Fletcher, MacKinnon and Wineland; Abstain: Bell, Pemberton and Del Giudice).

Robert Ostrom, Bond Counsel for the County in this transaction, discussed the details of the proposed bond issuance. The proceeds of this bond issue will be made available to Shadow Point Limited Partnership to finance land acquisition and construction of a manufacturing facility on the Collington Center property. The proposed facility would then be leased to Snow Valley, Inc. for the manufacturing of bottled water. The debt service on the bonds would be paid by Snow Valley from its operating revenues.

John Lapides, President of Snow Valley, Inc., indicated that the proposed facility would employ approximately forty-five (45) persons,

with an additional 10-12 employees hired per year. Mr. Lapides also indicated that Snow Valley would make every effort to ensure minority participation in its construction and procurement activities. The Committee expressed concern regarding the lack of monitoring and reporting requirements for hiring activity. Joseph Timer of the Economic Development Corporation indicated that these activities would be monitored on an annual basis. An example of the form that is used for the collection of hiring data was provided to the Council along with Snow Valley's application to EDC for revenue bond financing.

BACKGROUND INFORMATION/FISCAL IMPACT

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

The County has been requested to issue up to \$1,300,000 of economic development revenue bonds for the benefit of Snow Valley, Inc., a Maryland Corporation, which is planning to acquire property in the Collington Center.