

Prince George's County Council

Agenda Item Summary

Meeting Date: 6/20/2006
Reference No.: CR-050-2006
Draft No.: 1
Proposer(s): County Executive
Sponsor(s): Peters, Campos
Item Title: A Resolution concerning Economic Development Revenue Bonds for the purpose of authorizing the issuance of revenue bonds pursuant to the Maryland Economic Development Revenue Bond Act in an aggregate amount not to exceed Sixty-five Million Dollars (\$65,000,000) and to loan the bond proceeds to Collington Episcopal Life Care Community, Inc., a not-for-profit Maryland corporation for the purpose of refinancing the costs of providing a continuing care retirement community for senior citizens

Drafter: Bond Counsel
Resource Personnel: Bond Counsel

LEGISLATIVE HISTORY:

Date Presented:		Executive Action:	6/29/2006 S
Committee Referral:	6/13/2006 - PSFM	Effective Date:	6/29/2006
Committee Action:	6/14/2006 - NR		
Date Introduced:	6/13/2006		
Public Hearing:			
Council Action (1)	6/20/2006 - ADOPTED		
Council Votes:	MB:A, WC:A, SHD:A, TD:A, CE:A, DCH:A, TH:A, TK:A, DP:A		
Pass/Fail:	P		
Remarks:	Shall remain effective for a period of one year		

AFFECTED CODE SECTIONS:

COMMITTEE REPORTS:

PUBLIC SAFETY AND FISCAL MANAGEMENT

Date 6/14/2006

Committee Vote: No Recommendation, 4-0, (In favor: Councilmembers Peters, Campos, Dean and Knotts.)

This resolution will authorize the issuance of revenue bonds in an aggregate amount not to exceed \$65,000,000 and to loan the bond proceeds to Collington Episcopal Life Care Community, Inc., for the purpose of refinancing the costs of providing a continuing care retirement community for senior citizens. Collington provides three levels of care on its 125-acre campus in Prince George's County. The three levels of care consist of independent living cottages (208), independent living apartments (172), and a health center that includes nursing (44) and dementia (9) beds. Collington intends to apply the bond proceeds to consolidate and refund 1994 Prince George's County, Maryland Refunding Revenue Bonds and 2001 Maryland Health and Higher Educational Facilities Authority Revenue Bonds to secure a more favorable interest rate and terms. These revenue bonds are payable solely through the revenues derived from loan payments by Collington Episcopal Life Care Community, Inc.

The County will not incur any direct or indirect liability in connection with the issuance or sale of the Bonds or the undertaking of the actions or the consummation of the transactions contemplated by this resolution.

The current principal balance for the existing bonds to be refinanced is approximately \$62,400,000. Collington will pay a \$30,000 fee to the County to defray administrative expenses incurred in connection with the proposed bonds and loan.

There will not be any negative fiscal impact on the County as a result of adopting CR-50-2006.

BACKGROUND INFORMATION/FISCAL IMPACT:

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

This resolution authorizes the issuance of revenue bonds pursuant to the Maryland Economic Development Revenue Bond Act in an aggregate amount not to exceed Sixty-five Million Dollars (\$65,000,000) and to loan the bond proceeds to Collington Episcopal Life Care Community, Inc. for the purpose of refinancing the costs of providing a continuing care retirement community for senior citizens. Collington Episcopal Life Care Community, Inc., a not-for-profit Maryland corporation, intends to apply the bond proceeds to consolidate and refund 1994 Prince George's County, Maryland Refunding Revenue Bonds and 2001 Maryland Health and Higher Educational Facilities Authority Revenue Bonds to secure a more favorable interest rate and terms. These revenue bonds are payable solely through the revenues derived from loan payments by Collington Episcopal Life Care Community, Inc.

CODE INDEX TOPICS:

INCLUSION FILES:
