

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

**Meeting Date:** 4/20/99

**Reference No.:** CB-12-1999

**Proposer:** County Executive

**Draft No.:** 1

**Sponsors:** Bailey, Russell, Wilson, Scott, Gourdine

**Item Title:** An Act authorizing Prince George's County to borrow money in the amount of \$1,801,000 to finance school projects

**Drafter:** Stephanie P. Anderson  
Office of Law

**Resource Personnel:** Steve Kaplan  
OMB

**LEGISLATIVE HISTORY:**

|                            |         |                                  |                                |
|----------------------------|---------|----------------------------------|--------------------------------|
| <b>Date Presented:</b>     | 3/9/99  | <b>Executive Action:</b> 4/29/99 | S                              |
| <b>Committee Referral:</b> | 3/9/99  | PSFM                             | <b>Effective Date:</b> 6/14/99 |
| <b>Committee Action:</b>   | 3/18/99 | FAV                              |                                |
| <b>Date Introduced:</b>    | 3/23/99 |                                  |                                |
| <b>Pub. Hearing Date:</b>  | 4/20/99 | 10:00 A.M.                       |                                |

**Council Action:** 4/20/99 ENACTED

**Council Votes:** JE:A, DB:A, IG:A, TH:A, WM:A, RVR:A, PS:A, AS:A, MW:A

**Pass/Fail:** P

**Remarks:** \_\_\_\_\_

**PUBLIC SAFETY AND FISCAL MANAGEMENT COMMITTEE REPORT**    Date: 3/18/99

Committee Vote: Favorable, 4-0-1, (In favor: Council Members Wilson, Hendershot, Maloney, and Russell. Abstained: Scott).

This bill will authorize the County to borrow \$1,801,000 for three school projects. The enactment of CB-12-1999 is necessary due to the mid-year amendments of the FY99 Capital Budget by CB-106-1998 and the approval of the referendum questions in the November general election.

In approving CB-106-1998, the Council increased the FY99 programmed bond sales for three school projects; i.e., Classroom Additions, Science Classroom Renovations, and the Technology-in-School

Program. The total additional bond enabling and authorization needed to augment the three school projects is \$1,801,000.

The \$1,801,000 authority is for the following Board of Education projects:

|                                   | <u>Authorized Amount of Bond</u> | <u>FY99 Bond Sale Amount</u> |
|-----------------------------------|----------------------------------|------------------------------|
| Classroom Additions               | \$ 1,441,000                     | \$ 4,031,000                 |
| Science Classrooms<br>Renovations | 345,000                          | 1,027,000                    |
| Technology-in-School<br>Program   | <u>15,000</u>                    | <u>230,000</u>               |
| TOTAL                             | \$ 1,801,000                     | \$ 5,288,000                 |

There will be no negative fiscal impact related to the enactment of CB-12-1999. However, the extent of the debt service obligation incurred by the County when the bonds are sold will be negative. The estimated interest rate the County will pay is 4.7% if the debt market remains stable.

### **BACKGROUND INFORMATION/FISCAL IMPACT**

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

This legislation will authorize the County to borrow \$1,801,000 for the following school projects; Classroom Additions, Science Classroom Renovations and the Technology-in-School Program. CB-106-1998 increased the FY99 programmed bond sales for the three projects and we must augment both the current bond enabling authority and the bond sale authorization amounts to equal the planned FY99 bond sale.

### **CODE INDEX TOPICS:**