

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

Meeting Date: 4/20/99

Reference No.: CB-13-1999

Proposer: County Executive

Draft No.: 2

Sponsors: Bailey, Russell, Wilson

Item Title: The Issuance and Sale of General Obligation Bonds
not exceeding \$5,246,000

Drafter: Stephanie P. Anderson
Office of Law

Resource Personnel: Steve Kaplan
OMB

LEGISLATIVE HISTORY:

Date Presented:	3/9/99	Executive Action: 5/6/99	S
Committee Referral:	3/9/99	PSFM	Effective Date: 6/21/99
Committee Action:	3/18/99	FAV (A)	
Date Introduced:	3/23/99		
Pub. Hearing Date:	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:N, MW:A

Pass/Fail: P

Remarks: _____

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

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

This bill will authorize the County to issue and sell \$5,246,000 in general obligation bonds. The amount authorized for each project and the amount scheduled for sale in FY99 are stated in the table of projects contained in Attachment #1 (page 33) of this legislation.

Eleven capital projects which were in the Approved FY1999 Capital Budget (CIP) could not be included in the last bond authorization bill (CB-88-1998) since they did not have prior referendum approval. These projects were contained in the November ballot questions and were approved by the voters. With enabling authority these projects can be included in a bond sale authorization

ordinance. The \$3.5 million authority is for the following projects:

	<u>Number of Projects</u>	<u>Authorized Amount of Bond</u>	<u>FY99 Bond Sale Amount</u>
Public Works and Transportation	9	\$ 3,180,000	\$ 2,930,000
Corrections	1	65,000	65,000
Fire	<u>1</u>	<u>200,000</u>	<u>200,000</u>
TOTAL	11	\$ 3,445,000	\$ 3,195,000

There were technical amendments to Attachment I on page 33 of the legislation.

The fiscal impact on the County will be negative to extent of the debt service obligation incurred when the bonds are sold. The estimated interest rate 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 provides the authorization to issue and sell \$5,246,000 in general obligation bonds. Eleven capital projects contained in the Approved FY1999 Capital Budget could not be included in the last bond authorization bill, since they did not have prior referendum approval. These projects, however, were contained in November's ballot questions and were approved by the voters. With enabling authority in place, we can now include these projects in a bond sale authorization ordinance. The total bond sale authority being requested for this group of projects is \$3,445,000. As well, an additional \$1,801,000 will be sold for recently amended Board of Education CIP projects.

CODE INDEX TOPICS: