

Issue Analysis Form



Date: February 12, 2019
 Authorization to Advertise
 Public Hearing – 2019
 General Obligation Bond
 Issuance

Item:

Lead Department(s): County Finance

Contact Person(s): Betsy Drewry

Description and Current Status

Multiple capital projects with planned debt issuance were recommended as part of the adopted FY2019 budget. Additionally, the Board of Supervisors has provided guidance on updating the projects planned for FY2019, specifically, removal of Self-Contained Breathing Apparatus and addition of Jefferson Park Fire Station Relocation. The Police Boat (Local Grant Matching) was removed, as we did not receive the grant.

A listing of projects for consideration for inclusion in the Spring 2019 debt issuance are shown below:

#	Project Description	Original CIP	Updated CIP	Date Approved
1	Utility Design [Food Lion \$260,000 & Rt 156 \$240,000]	\$ 500,000	\$ 500,000	7/10/2018
2	Police Vehicles	\$ 400,000	\$ 400,000	8/14/2018
3	Assessor's Software (Vision)	\$ 495,125	\$ 247,629	8/14/2018
4	Door Entrance Upgrades (Handicap Access & Swipe Entry)	\$ 125,000	\$ 63,898	1/22/2019
5	Fire & Crew Building Entrance Security	\$ 75,000	\$ 75,000	
6	Scott Park Multi-Purpose Building (Restroom & Concession Stand)	\$ 450,000	\$ 450,000	
7	Route 156 Water Main Extension	\$ 2,400,000	\$ 2,400,000	
8	Food Lion Water System Upgrades	\$ 1,840,000	\$ 1,840,000	
9	Police Boat (Local Match for Grant)	\$ 65,000	\$ -	REMOVED
10	Self Contained Breathing Apparatus - Fire/EMS	\$ 1,482,000	\$ -	REMOVED
11	Jefferson Park Relocation / Construction	\$ -	\$ 3,200,000	
12	Closing Costs & Contingency	\$ -	\$ 273,473	
	TOTAL	\$ 7,832,125	\$ 9,450,000	TOTALS
	Already appropriated		\$ 1,211,527	
	Added Appropriation Required		\$ 8,238,473	

To date, projects valued at \$1,211,527 have been approved with appropriation and reimbursement resolutions completed. They are shaded in yellow on the table above and include design work for the Food Lion water system upgrades & Route 156 water main extension utility projects (\$500,000); Police Vehicles (\$400,000); Assessor's Software replacement (\$247,629); and Door Entrance security upgrades (\$63,898).

Five additional FY2019 projects and projected closing costs* are planned for inclusion in the FY2019 borrowing and only project estimates are available at this time. They are shaded in blue on the table above and include Fire & Crew Building Entrance Security Upgrades (\$75,000); Scott Park Multi-Purpose Building (\$450,000); Route 156 Water Main Extension (\$2,400,000); Food Lion Water Systems Upgrades (\$1,840,000) and Jefferson Park Fire Station Relocation/Construction (\$3,200,000). Closing Costs and contingency are estimated at \$273,473.

Appropriated Projects to Date:	\$ 1,211,527
Other Projects & Closing Costs*:	8,238,473
Total Anticipated GO Bond Issue	\$ 9,450,000

*Closing Costs may be less than estimate provided; requesting authority to advertise "up to" \$9,450,000 in General Obligation Bonds; may be less.

We are required to hold a public hearing on the issuance of General Obligation bonds. Attached is a **draft** of the advertisement prepared by Bond Counsel that will be placed for the public hearing.

- Does this require IDA action? Yes No
- Does this require BZA action? Yes No
- Does This require Planning Commission Action? Yes No
- Does this require Board of Supervisors action? Yes No
- Does this require a public hearing? Yes No
- If so, before what date? [2 publications one per week
With last at least 6 days prior
To public hearing] Yes No

Fiscal Impact Statement

Approval of these projects and borrowing up to \$9,450,000 will not create the need to increase the County's tax rates. Related debt service expenditures will be included in the proposed FY2020 budget.

County Impact

Notes

NOTICE OF PUBLIC HEARING OF THE BOARD OF SUPERVISORS OF THE COUNTY OF PRINCE GEORGE, VIRGINIA TO CONSIDER ADOPTION OF A RESOLUTION AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS IN THE MAXIMUM PRINCIPAL AMOUNT OF UP TO \$9,450,000

The Board of Supervisors of the County of Prince George, Virginia, will hold a public hearing on Tuesday, **March 12, 2019** at 7:30 p.m. in the County Administration Building, Boardroom, Third Floor, 6602 Courts Drive, Prince George, Virginia 23875, to consider adoption of a resolution authorizing the issuance of general obligation bonds, notes or other obligations of the County in a maximum principal amount not to exceed \$9,450,000. The bond proceeds are expected to be used to finance various capital projects for County purposes that include: (i) the purchase of police vehicles and other law enforcement related assets; (ii) utility improvements – upgrades to the Food Lion Water System; (iii) utility improvements - water main extension along Route 156; (iv) improvements to entrances and security systems of public County owned buildings, including the County Administration Building, Police Department, Emergency Communications Center, volunteer fire stations and emergency crew building; (v) the replacement of software for use by the Real Estate Assessor; (vi) construction of a new fire station to replace Jefferson Park Fire Station; (vii) construction of a multi-purpose building at Scott Park; and (viii) to pay costs of issuance.

The County anticipates that more than ten percent of the maximum principal amount of the \$9,450,000 in bond proceeds for the purposes described above will be used to finance each of the two utility improvement projects and to construct the new fire station. The proposed resolution will provide that the bonds, notes or other obligations are to be general obligations, the payment of which will be secured by the County's pledge of its full faith and credit and taxing power.

All interested persons may appear and present their views at the public hearing. A preliminary draft of the full text of the resolution is on file in the office of the County Administrator and is also available for public inspection during normal business hours and on the County's web-site at <http://www.princegeorgecountyva.gov>. Anyone needing assistance or accommodation under the provisions of the Americans with Disabilities Act should call the County Administrator's Office at (804) 722-8600 at least five (5) days in advance of the public hearing.

**BOARD OF SUPERVISORS OF THE
COUNTY OF PRINCE GEORGE,
VIRGINIA**

Board of Supervisors
County of Prince George, Virginia

Resolution

At a regular meeting of the Board of Supervisors of the County of Prince George held in the Boardroom, Third Floor, County Administration Building, 6602 Courts Drive, Prince George, Virginia this 12th day of February, 2019:

Present:

Vote:

Donald R. Hunter, Chairman
Floyd M. Brown, Jr., Vice-Chairman
Alan R. Carmichael
Marlene J. Waymack
T. J. Webb

A-10

On motion of _____, seconded by _____, which carried unanimously, the following Resolution was adopted:

RESOLUTION; AUTHORITY TO ADVERTISE A PUBLIC HEARING AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS IN THE MAXIMUM PRINCIPAL AMOUNT OF UP TO \$9,450,000

NOW, THEREFORE, BE IT RESOLVED That the Board of Supervisors of the County of Prince George this 12th day of February, 2019, does hereby authorize the advertisement of a public hearing authorizing the issuance of General Obligation Bonds in the maximum principal amount of up to \$9,450,000.

A Copy Teste:

Percy C. Ashcraft
County Administrator