

Issue Analysis Form



Date: January 14, 2020
Item: Authority to Advertise a Public Hearing for Alternate Use of Spring 2019 General Obligation Bond Proceeds
Lead Department(s): County Finance

Contact Person(s): Betsy Drewry

Description and Current Status

The School division needs to make HVAC improvements at existing Walton Elementary, and has a funding deficit of \$170,767.87 for Phase I of those improvements.

There are **unallocated Spring 2019 bond proceeds** in the amount of \$160,782. \$273,473 was originally allocated for bond issuance (closing) costs, and only \$112,691 was used. **A public hearing is required for use of bond proceeds for a purpose not specified during the bond issuance public hearing.**

A listing of projects approved in the **spring** 2019 debt issuance of \$9,450,000 is shown below:

January 14, 2020 Public Hearing Discussion			
Reallocate for School Use			
3103	Police Vehicles	\$ 400,000.00	
3180	Utility Design Food Lion	\$ 260,000.00	
3179	Utility Design Route 156	\$ 240,000.00	
3182	Assessor Software	\$ 247,629.00	
3181	Door Entrance Upgrades	\$ 63,898.00	
3178	Fire & Crew Building Security Upgrades	\$ 75,000.00	
3183	Scott Park Multi-Purpose Building	\$ 450,000.00	
3179	Route 156 Water Main Extension	\$ 2,400,000.00	
3180	Food Lion Water System Upgrades	\$ 1,840,000.00	
3184	Jefferson Park Fire Station Replacement	\$ 3,200,000.00	
	Actual Issuance / Closing Costs	\$ 112,691.00	
	Unallocated - Excess (not used for Debt Issuance Costs)	\$ 160,782.00	A
	Total Bond Issue - Spring 2019	\$ 9,450,000.00	

\$273,473 Original estimate for issuance costs

Following a public hearing, \$160,782 of these bond proceeds can be used without project impact. \$170,767.87 is needed by schools for Walton HVAC Phase I. This

leaves \$9,985.87 in unmet school needs by bond proceeds (principal).

Accumulated SNAP Investment interest for Series Spring 2019 as of December 31, 2019 was \$152,109.72. The \$9,985.87 in interest revenue could be appropriated to fully meet school system needs and, to date, no interest from Spring 2019 series has been appropriated for use.

See draft public hearing advertisement (**Attachment A**). Public Hearing date requested is February 11, 2020. The public hearing advertisement must be run twice; 14 and 7 days prior to the public hearing date.

Board Action Requested:

Authorize advertisement of a public hearing for use of Spring 2019 debt proceeds for Walton School HVAC project. A draft resolution is enclosed for review and consideration.

Does this require IDA action?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does this require BZA action?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does This require Planning Commission Action?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does this require Board of Supervisors action?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
Does this require a public hearing?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
If so, before what date? [twice; 14 and 7 days prior to public hearing]	<input type="checkbox"/> Yes	<input type="checkbox"/> No

Fiscal Impact Statement

Use of unallocated bond proceeds has no adverse fiscal impact on the County.

County Impact

Approval of this advertisement, public hearing and subsequent appropriation will allow the school division to complete Phase I of Walton HVAC improvements.

Notes

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 14th day of January, 2020:

Present:

Vote:

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

A-1

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

RESOLUTION: AUTHORITY TO ADVERTISE A PUBLIC HEARING REGARDING THE PROPOSED ALLOCATION OF AN AMOUNT NOT TO EXCEED \$170,767.87 FOR WALTON HVAC IMPROVEMENTS PHASE I OF PROCEEDS AND INTEREST FROM THE COUNTY'S PREVIOUSLY ISSUED \$9,450,000 GENERAL OBLIGATION BOND (PUBLIC FACILITIES IMPROVEMENTS PROJECTS), SPRING SERIES 2019

NOW, THEREFORE BE IT RESOLVED: That the Board of Supervisors of the County of Prince George this 14th day of January, 2020, does hereby authorize the advertisement of a public hearing notice regarding the proposed allocation of an amount not to exceed **\$170,767.87** for ***Walton Elementary School HVAC improvements Phase I*** from tax-exempt bond proceeds and accumulated interest of the County's previously issued \$9,450,000 in Spring 2019 General Obligation Bonds. The public hearing date will be February 11, 2020.

A Copy Teste:

Percy C. Ashcraft
County Administrator

**NOTICE OF PUBLIC HEARING OF THE BOARD OF SUPERVISORS OF THE
COUNTY OF PRINCE GEORGE, VIRGINIA TO CONSIDER ADOPTION OF A
RESOLUTION ALLOCATING AN AMOUNT NOT TO EXCEED \$170,767.87
OF PROCEEDS AND INTEREST FROM THE COUNTY'S PREVIOUSLY ISSUED
\$9,450,000
GENERAL OBLIGATION BOND
(PUBLIC FACILITIES IMPROVEMENTS PROJECTS), SERIES 2019**

The Board of Supervisors (the "Board") of the County of Prince George, Virginia (the "County"), will hold a public hearing on Tuesday, **February 11, 2020** 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 allocating tax-exempt bond proceeds and accumulated interest from the County's currently outstanding \$9,450,000 General Obligation Bond (Public Facilities Improvements Projects) Series 2019 issued on April 4, 2019 (the "Spring Series 2019 Bond") to finance Walton Elementary HVAC improvements for the County's public school system, in a maximum principal amount not to exceed \$170,767.87 (the "School System Project").

The previously authorized Spring Series 2019 Bond will finance various other capital projects for County purposes in addition to the proposed School System Project. The projects already identified for financing with Spring Series 2019 Bond proceeds 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; (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 "Projects").

The proposed resolution will confirm that the Spring Series 2019 Bond is a general obligation, the payment of which will be secured by the County's pledge of its full faith and credit and taxing power and that the School System Project may be financed with Spring Series 2019 Bond proceeds along with the other Projects.

All interested persons may appear and present their views to the Board at the public hearing. 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**