

Hanover County Debt Update

June 10, 2015



Summary of Proposed Resolution

- To approve the issuance and sale of appropriation bonds to the Virginia Resources Authority in a principal amount not to exceed \$24,050,000.
 - Bond proceeds will complete funding for the new courthouse facility
 - \$22,900,000 of debt proceeds requested; Principal amount not to exceed \$24,050,000.
 - Interest cost not to exceed 5.50% per annum
 - Anticipated sale date August 2015 with maturity no later than November 30, 2045
 - Applicable cost of issuance not to exceed \$420,000 will be appropriated in the Debt Service Fund.

Recommended Board Motion:

- “Motion to approve the Resolution authorizing the issuance and sale of the bonds to the VRA, the appropriation of costs of issuance and authorize the County Administrator to take all actions necessary to proceed with the issuance of the bonds and administration of all matters related to the bonds, including execution of all necessary documents.”

VPSA General Obligation Bonds Budget Supplement and Appropriation

- Total proceeds of the April 28, 2015 VPSA bond sale were \$5,014,370.
- FY15 School Capital Improvements Fund adopted budget included \$4,730,000 for School Facility improvements.
- \$249,795 of the bond proceeds will be used for the planned school facility improvements in the School Capital Improvements Fund.
- \$34,375 of the bond proceeds will be used for issuance costs in the Debt Service Fund.

Recommended Board Motion:

- “Motion to approve the budget supplement and appropriation of bond proceeds from the General Obligation Bonds, Virginia Public Schools Authority Local School Bonds, Series 2015 in the amount of \$284,170.”

Summary of Budget Supplements

- Net Change to Debt Service Fund - \$454,375
- Net Change to School Capital Improvements Fund - \$249,795