

**Spotsylvania County
Board of Supervisors Agenda
Executive Summary**

Meeting Date:	June 14, 2022
Title:	Authorization for the Sale of 2022 General Obligation Bonds and Authorization of Future Public Hearing for Associated Budget Adjustment
Type:	Action, Resolution
Agenda Title:	Authorization for the Sale of 2022 General Obligation Bonds and Authorization of Future Public Hearing for Associated Budget Adjustment
Recommendation:	<p>1) Approve the attached resolution and related documents authorizing the issuance of up to \$37,500,000 in 2022 General Obligation (GO) Public Improvement Bonds for the purpose of financing certain FY 2023 capital projects.</p> <p>2) Authorize a public hearing to be held following the sale of the bonds (date TBD) to receive comment on the adjustment that will be necessary to the FY 2023 Budget to reflect these bond proceeds and issuance costs.</p> <p>During the FY 2023 Budget and CIP processes, staff discussed the need to issue bonds to accomplish certain FY 2023 capital projects planned in the FY 2023 CIP and Budget. Projects for which borrowed funds are anticipated to be used are as follows:</p> <ul style="list-style-type: none">• School technology, bus replacements, and capital maintenance projects;• Fire replacement equipment;• Replacement of Co. 3;• Rural road safety improvements;• Hood Drive improvements at VA Clinic entrance; and• Rt. 1 improvements at VA Clinic entrance.
Summary:	Debt service related to this GO issuance is included in the FY 2023 Adopted Budget. A future budget adjustment will be necessary to record the bond

proceeds and issuance costs once the transaction is finalized. Due to the dollar amount of the future budget adjustment, a public hearing will be required.

Staff requests that the Board approve the attached resolution and related documents for the GO issuance to occur this summer. As is always the case when we request Board approval of bond documents, the documents are subject to further edits as we finalize the bond transaction. The documents are substantially complete at this time. Additionally, staff requests that a public hearing to budget the bond proceeds be authorized to follow the closing of the bond sale, the timing of which is to be determined.

FY 2023 debt service costs related to this GO bond issuance are included in the FY 2023 Adopted Budget. Once the bond issuance is complete, we will request the Board's approval to adjust the FY 2023 Budget for the actual bond proceeds and related issuance expenses.

Financial Impact:

Staff Contacts:

Bonnie Jewell, Assistant County Administrator/Chief Financial Officer

Legal Counsel:

Richard L. Hurlbert, Jr., Bond Counsel

Consequence of Denial/Inaction:

If approval is denied, the bonds will not be issued and the projects will not take place as planned and approved in the FY 2023 Budget and CIP.

ATTACHMENTS:

File Name	Description	Type
BOS_Resolution_-_Series_2022_GO_Bonds_(v4).doc	Resolution	Resolution
NOS_v3.doc	Notice of Sale	Backup Material
POS_v2.docx	Preliminary Official Statement	Backup Material
Appendix_A_-_Draft_Substantially_Complete.docx	Appendix A	Backup Material