

MEMORANDUM

DATE: November 12, 2002
TO: The Board of Supervisors
FROM: Suzanne R. Mellen, Director of Budget and Accounting
SUBJECT: General Obligation Public Improvement Refunding Bond

On August 3, 1994, the County issued \$9,500,000 in General Obligation Public Improvement Bonds to finance a portion of the costs for School Improvements as approved in a special election held on March 1, 1994. These bonds were issued at rates ranging from 5.6 percent to 5.85 percent.

It is advantageous at this time to take advantage of lower interest rates in the capital market and refund the portion of the bonds maturing on or after December 15, 2007. The County has received a proposal from SunTrust Bank to purchase the refunding bonds in the principal amount of \$4,278,000 at a rate of 3.75 percent. This equates to savings of approximately \$16,000 to \$19,000 annually and total present value savings of approximately \$178,500.

The attached resolution authorizes the issuance and sale of \$4,280,000 General Obligation Public Improvement Refunding Bond, Series 2002. Staff recommends approval of the attached resolution.

Suzanne R. Mellen

CONCUR:

John E. McDonald

SRM/tlc
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Attachment