



ARLINGTON COUNTY, VIRGINIA

**County Board Agenda Item
Meeting of June 17, 2008**

DATE: May 26, 2008

SUBJECT: Appropriate and allocate the 2008 General Obligation Public Improvement Bond Proceeds

C. M. RECOMMENDATION:

Appropriate and allocate proceeds from the June 3, 2008 General Obligation Public Improvement Bond Sale of \$111.185 million. The bond proceeds should be appropriated and allocated to the following funds: \$9.0 million to Pedestrian Systems, Streets, and Highway Bond Fund (314); \$8.981 million to the Metro Bond Fund (333); \$2.019 million to the Community Conservation Bond Fund (316); \$6.0 million to the Library Bond Fund (329); \$6.7 million to the Parks and Recreation Bond Fund (324); \$27.408 million to the Utility Advance Water Treatment Bond Fund (530); and \$51.076 million to the Schools Bond Fund (887).

ISSUES: After the General Obligation Public Improvement bonds are sold, the County Board appropriates and allocates the bond proceeds by bond fund.

SUMMARY: Authorize the appropriation and allocation of new funds to capital projects for \$111.185 million. At the April 19, 2008 County Board meeting, the Board approved a Bond sale for up to \$156.2 million. Bonds authorized included \$35.0 million to issue refunding bonds for Series 1998, 2001, 2005 and 2006; the authorization also included \$121.2 million of voters' authorization from referenda for 2002, 2004 and 2006. The New Money Bonds sold were reduced by \$10.0 million; the funding for the Arlington Mill project will be handled separately in the fall of 2008. Because savings were not satisfactory at the time of the bond sale, no refunding bonds were sold. The following is the breakdown by bond referenda:

2002 Voters Authorized Bonds, amount authorized and sold on June 3, 2008:

Community Projects	<u>2.019</u> million
Sub-Total	\$ 2.019 million

2004 Voters Authorized Bonds, amount authorized and sold on June 3, 2008:

Local Parks and Recreation	5.000 million
Transportation and Community Infrastructure	12.043 million
Public Schools Projects	<u>25.780</u> million
Sub-Total	\$42.823 million

<p>County Manager: _____</p> <p>County Attorney: _____</p> <p>Staff: Gus Vega, Department of Management and Finance – Financial Services Unit</p>

2006 Voters Authorized Bonds, amount authorized and sold on June 3, 2008:	
Local Parks and Recreation	1.700 million
Metro and Transportation Projects	5.939 million
Community Infrastructure	6.000 million
Utilities	27.408 million
Arlington Public Schools	<u>25.296 million</u>
Sub-Total	\$66.343 million
 Grand Total	 \$111.185 million

BACKGROUND: 2002 Voter Authorized Bonds: On November 5, 2002, the voters approved three separate referenda totaling \$158.8 million for capital improvements to be financed through the sale of general obligation public improvement bonds. As of June 2008 the County will have sold all the bonds authorized in 2002.

2002 Voter Authorization (Figures in Millions of \$)

Amount Authorized		\$158.766
	Partial Sales	
May 03	55.170	
May 04	54.310	
May 05	18.303	
March 06	12.622	
May 07	16.342	
June 08	<u>2.019</u>	
Sub Total Sold	\$158.766	
 Unsold Portion		 \$0

2004 Voter Authorized Bonds: On November 2, 2004, the voters approved four separate referenda totaling \$208.003 million for capital improvements to be financed through the sale of general obligation public improvement bonds. As of June 2008 the County will have sold \$184.445 million of 2004 Bonds. Unsold authorized bonds totaling \$23.558 million will be available for sale in future years.

2004 Voter Authorization (Figures in Millions of \$)

Amount Authorized		208.003
	Partial Sales	
May 05	67.465	
March 06	48.713	
May 07	25.444	
June 08	<u>42.823</u>	
Sub Total Sold	\$184.445	
Unsold Portion		\$23.558

2006 Voter Authorized Bonds: On November 7, 2006, the voters approved five separate referenda totaling \$207.062 million for capital improvements to be financed through the sale of general obligation public improvement bonds. As of June 2008 the County will have sold \$138.351 million of 2006 Bonds. Unsold authorized bonds totaling \$68.711 million will be available for sale in future years.

2006 Voter Authorization (Figures in Millions of \$)

Amount Authorized		207.062
	Partial Sales	
May-07	72.008	
June -08	<u>66.343</u>	
Sub Total Sold	\$138.351	
Unsold Portion		\$68.711

FISCAL IMPACT: The bonds being appropriated and allocated were rated AAA/AAA/Aaa and were issued at a true interest cost (TIC) of 4.04%. The FY 2009 adopted budget includes sufficient funds to pay the January 15, 2009 debt service payment on the bonds.