



AGENDA ITEM FORM

TYPE OF AGENDA ITEM:

- CONSENT AGENDA
- PRESENTATION
- ACTION ITEM
- TOWN MANAGER & STAFF COMMENTS
- PUBLIC HEARING
 - Duly Advertised

PURPOSE OF ITEM:

- INFORMATION ONLY
- DISCUSSION ONLY
- DISCUSSION AND/OR DECISION
 - Introduction Resolution
 - Ordinance Grant/MOU
 - By Motion Bylaws
 - Certificate

PRESENTER: Dan Taber

PRESENTER TITLE: Town Manager

AGENDA ITEM:

Resolution to Refund General Obligation Public Improvement Bond, Series 2003

BACKGROUND / SUMMARY:

VRA is considering a special issuance of the Virginia Pooled Financing Program in summer 2012, and we are reaching out to all borrowers with prior VRA loans that are showing approximately 3% net present value savings to gauge borrower interest in participating in a transaction that would likely occur in July of this year. In order to participate and refund the existing VRA loan, we would need the Town to adopt a resolution authorizing the refunding (under savings parameters established by the Town Council) between now and June 30th.

ATTACHMENTS:

Resolution

REQUESTED ACTION:

NO ACTION REQUESTED

Adopt the resolution

FOR MORE INFORMATION, CONTACT:

Name: Dan Taber

Phone#: 703-221-3400

E-mail: dtaber@dumfriesva.gov

FOR USE DURING MEETING

VOTE:

PASSED

NOT PASSED

Y	N	
<input type="checkbox"/>	<input type="checkbox"/>	Barr
<input type="checkbox"/>	<input type="checkbox"/>	Vacant
<input type="checkbox"/>	<input type="checkbox"/>	Vacant

Y	N	
<input type="checkbox"/>	<input type="checkbox"/>	Foreman
<input type="checkbox"/>	<input type="checkbox"/>	Toney

Y	N	
<input type="checkbox"/>	<input type="checkbox"/>	Forrester
<input type="checkbox"/>	<input type="checkbox"/>	Washington

AT A REGULAR MEETING OF THE DUMFRIES TOWN COUNCIL, HELD ON JUNE 5, 2012, IN COUNCIL CHAMBERS, 17755 MAIN STREET, DUMFRIES, VIRGINIA: ON A MOTION MADE BY _____, AND SECONDED BY _____, THE FOLLOWING RESOLUTION WAS ADOPTED BY THE FOLLOWING VOTE:

Dorothea D. Barr, ___;
Gerald M. Foreman, II, ___;
Kristin W. Forrester, ___;
Willie J. Toney, ___;
Gwen P. Washington, ___;
Vacant
Vacant

RESOLUTION PROVIDING FOR THE REFUNDING OF GENERAL OBLIGATION PUBLIC IMPROVEMENT BOND, SERIES OF 2003

WHEREAS, on May 21, 2003, the Town of Dumfries, Virginia (the "Local Government") issued its General Obligation Public Improvement Bond, Series of 2003 (the "Original Local Bond"), and sold the Original Local Bond to the Virginia Resources Authority ("VRA") pursuant to a Financing Agreement dated as of May 1, 2003, between VRA and the Local Government (the "Original Financing Agreement"); and

WHEREAS, VRA purchased the Original Local Bond with a portion of the proceeds of one of the series of VRA's Pooled Loan Bond Program Bonds (the "VRA PLBP Bonds"); and

WHEREAS, VRA has advised the Local Government that the credit markets are currently favorable for the refunding of the VRA PLBP Bonds (the "Refunding Transaction"), which may enable VRA to pass on annual debt service savings to the Local Government; and

WHEREAS, VRA will effect the Refunding Transaction through the issuance and sale of a series of refunding bonds issued under VRA's Virginia Pooled Financing Program (the "VRA Refunding Bonds"); and

WHEREAS, VRA has indicated that if the Local Government participates in the Refunding Transaction the most significant modifications required to the terms of the Original Local Bond and the Original Financing Agreement will be to reconcile the debt service payment and redemption provisions of the Original Local Bond with those of the VRA Refunding Bonds and such modifications will be embodied in amendments to the Original Local Bond and the Original Financing Agreement or in replacements thereof (the "Local Refunding Documents"); and

WHEREAS, unless otherwise defined each capitalized term used in this Resolution shall have the meaning given it in the Original Financing Agreement.

NOW, THEREFORE, BE IT RESOLVED by the Town Council of the Town of Dumfries:

1. Agreement to Participate. The Local Government's participation in the Refunding Transaction is hereby approved provided that (i) the minimum savings threshold to be realized by the Local Government shall be not less than three percent (3%) savings on a present value basis compared to the existing debt service on the outstanding Original Local Bond or portion thereof to be refunded and (ii) the final maturity of the Original Local Bond as amended or replaced in the Refunding Transaction shall not be extended past the end of the fiscal year in which occurs the current final maturity of the Original Local Bond.

2. Authorization of Local Refunding Documents. Each of the Local Government's Mayor or Vice Mayor (each a "Local Representative") is authorized to execute and deliver the Local Refunding Documents in such form as will reflect and facilitate the Refunding Transaction within the parameters and intent of this Resolution. The Town Clerk is authorized to affix the Local Government's seal on any such documents and attest or counter-sign the same.

3. Official Statement. The Local Government authorizes and consents to the inclusion of information with respect to the Local Government in VRA's Preliminary Official Statement and Official Statement, both to be prepared in connection with the sale of the VRA Refunding Bonds.

4. Other Actions. Each Local Representative is authorized to execute and deliver all certificates, documents, agreements and instruments and to take all such further action as they may consider necessary and desirable in connection with the refunding of all or a portion of the Original Local Bond and the consummation of the Refunding Transaction, including the execution and delivery of such documents and the making of such elections as may be reasonably requested by VRA to maintain or establish a tax-favored status for the VRA Refunding Bonds.

5. Effective Date. This Resolution shall take effect immediately.

By Order of Council:

Gerald M. Foreman, Mayor

ATTEST:

Dawn Hobgood, Town Clerk