COUNTY AGENDA REQUEST

Department:	Finance	Presenter(s):	Mary S. Parrott
Meeting Date:	Tuesday, October 7, 2014	Type of Request:	Consent

Wording for the Agenda:

Approval of staff's recommendation to reduce the county's participation in the Georgia Municipal Association Lease Pool Program, including the outstanding amount of Certificates of Participation and the associated interest-rate swap agreement, by the estimated amount of $271,000.00 which has been determined to be "excess funds."

Background/History/Details:

In 1998, the County took a $5,000,000.00 participation stake in the Georgia Local Government Series 1998A certificates of participation. Proceeds were used to finance the County's share of the Georgia Municipal Association lease pool agreement. An interest rate swap was simultaneously entered into with J.P. Morgan, with a $5,000,000.00 basis for swap calculations.

The lease pool agreement stipulates that all funds - principal and interest - must be used every five years. Any balance remaining in the lease pool's Equipment Fund longer than that is declared "excess funds." The County has reduced its participation four times previously, for a total reduction of $4,128,000.00.

The County has been notified that Bank of New York estimates an additional $217,000.00 will become excess on December 1, 2014. This reduction will decrease our liability to $655,000.00.

What action are you seeking from the Board of Commissioners?

Approval of staff's recommendation to reduce the County's participation in the Georgia Municipal Association Lease Pool Program, including the outstanding amount of Certificates of Participation and the associated interest-rate swap agreement, by the estimated amount of $271,000 which has been determined to be "excess funds."

If this item requires funding, please describe:

Not Applicable.

Has this request been considered within the past two years?	Yes	If so, when?	Thursday, May 9, 2013
Do you need audio-visual for the presentation?	No	Backup Provided with Request?	No

STAFF USE ONLY

Approved by Finance	Yes	Reviewed by Legal	
Approved by Purchasing	Not Applicable	County Clerk's Approval	Yes
Administrator's Approval			

Staff Notes: