

SPECIAL MEETING

BOARD OF COUNTY COMMISSIONERS

Friday, June 17, 1983

Present: Commissioner George R. Aud, President
Commissioner Richard D. Arnold
Commissioner Ford L. Dean
Commissioner David F. Sayre
Edward V. Cox, County Administrator
Judith A. Spalding, Recording Secretary

(Commissioner Larry Millison was not present.)

BOND REFINANCING ISSUE
ST. MARY'S HOSPITAL
METROPOLITAN COMMISSION

Present: Joseph P. O'Dell, Director, Budget & Data Services
Peter Lambert, Administrator, St. Mary's Hospital
Paul Hampton, Chairman, Hospital Board
Betsy Barley

Larry Petty, Director, Metropolitan Commission
Francis Taylor, Chairman, Metropolitan Commission
Lawrence Garner, Metropolitan Commission
Paul Ludwig, Metropolitan Commission
L.G. Raley, Metropolitan Commission
George Quade Metropolitan Commission

David M. Funk, Piper and Marbury (bond counsel)
Stewart K. Diana, Piper and Marbury
E. Sam Ketterman, Alex Brown & Son (underwriter)
Kirby C. Smith, Alex Brown & Son
Jack Buckley, Buckley and Eller (financial advisor)

The referenced representative for the underwriter and financial advisor appeared before the Board of County Commissioners to discuss and review bond refunding issues for the St. Mary's Hospital and for the Metropolitan Commission. Mr. Buckley explained that his firm, after watching the current improved market trends closely, recommends that the County proceed with the refunding issue. He stated that there will be a savings of approximately \$13,000,000 by refunding the hospital bond issue at this time. Interest rate for the hospital bonds will be a 9.4% and the Metropolitan Commission bonds at 9.6%. Mr. Smith pointed out that the question of carrying municipal bond insurance was not warranted and after monitoring the situation it was agreed with the cost of the premium, the expense would not be justified.

St. Mary's Hospital Bond Refunding Issue
(1) Approval of Resolution No. 82-13

Mr. Funk proceeded to explain and review the proposed Resolution providing for the issuance and sale of \$17,150,000 aggregate principal amount of general obligation refunding bonds along with the following attached exhibits:

- Exhibit A - Escrow Deposit Agreement
- Exhibit B - Notice of Refunding
- Exhibit C - Notice of Redemption
- Exhibit D - First Supplemental Loan Agreement
- Exhibit E - First Supplemental Mortgage

After discussion, Commissioner Dean moved, seconded by Commissioner Arnold, to approve and sign Resolution No. 83-12 - "St. Mary's County St. Mary's Hospital Bonds of 1982" providing for the issuance and sale of \$17,150,000 aggregate principal amount of general obligation refunding bonds. Motion unanimously carried.

(2) Proposal from Alex Brown & Son

Mr. Ketterman presented a proposal from Alex Brown & Son for the purchase of the bonds along with a check in the amount of \$343,000 for a "good faith" deposit.

Commissioner Dean moved, seconded by Commissioner Sayre, to authorize Commissioner President Aud to sign the referenced proposal from Alex Brown & Son. Motion unanimously carried.

Metropolitan Commission Bonds
Resolution No. 83-13

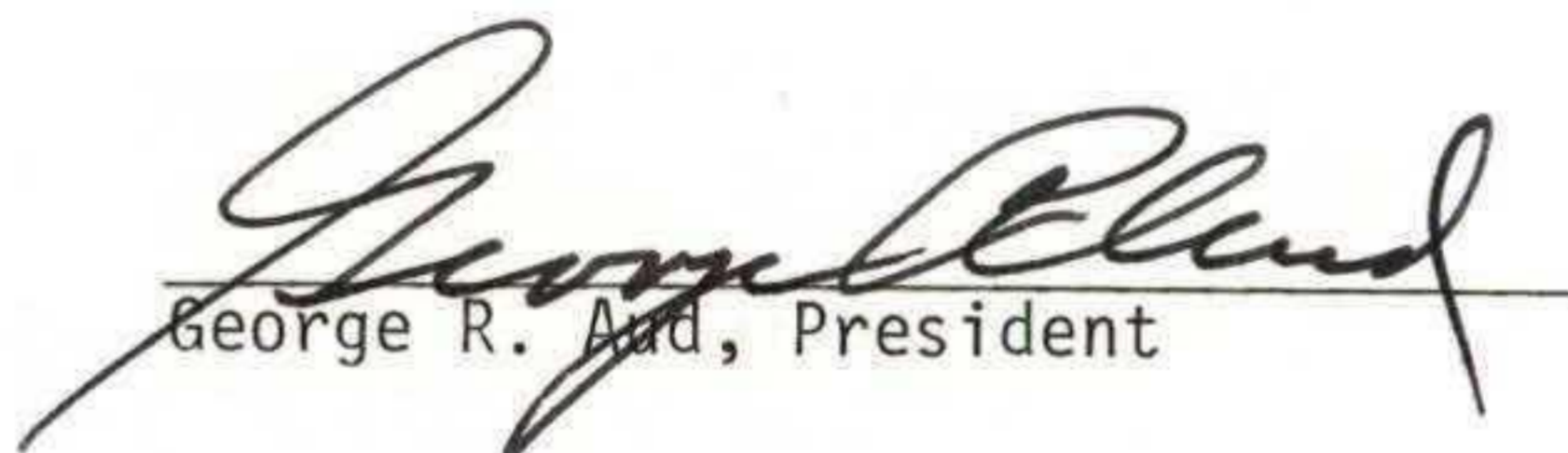
Mr. Diana presented and explained a proposed Resolution approving the passage and adoption of a Resolution adopted on June 17, 1983 by the St. Mary's County Metropolitan Commission, which Resolution authorized and provided for the issuance and sale of \$2,635,000 St. Mary's County metropolitan Commission Bonds (Fourth Issue); approving and concurring in the form of the bonds; authorizing the County execute the form of endorsement which evidences the guarantee of the bonds; pledging the full faith and credit of the county to the payment of the principal of and interest of such bonds, when due; and generally relating to the issuance of such bonds and the form thereof.

After discussion, Commissioner Dean moved, seconded by Commissioner Arnold to approve and sign Resolution No. 83-13 as set forth above. Motion unanimously carried.

ADJOURNMENT

The meeting adjourned at 11:50 a.m.

Approved:


George R. Aud, President