

VIRGINIA: AT THE REGULAR MEETING OF THE DINWIDDIE COUNTY BOARD OF SUPERVISORS HELD IN THE BOARD MEETING ROOM OF THE PAMPLIN ADMINISTRATION BUILDING IN DINWIDDIE COUNTY, VIRGINIA, ON THE 4th DAY OF FEBRUARY, 2003, AT 7:30 P.M.

PRESENT: ROBERT L. BOWMAN IV - CHAIR ELECTION DISTRICT #3
DONALD L. HARAWAY - VICE CHAIR ELECTION DISTRICT #2
HARRISON A. MOODY ELECTION DISTRICT #1
EDWARD A. BRACEY, JR., ELECTION DISTRICT #4
AUBREY S. CLAY ELECTION DISTRICT #5

OTHER: DANIEL SIEGEL COUNTY ATTORNEY

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IN RE: INVOCATION - PLEDGE OF ALLEGIANCE - AND CALL TO ORDER

Mr. Robert L. Bowman, Chair, called the regular meeting to order at 7:30 P.M. A moment of silence was held in memory of the Astronauts who lost their lives as a result of the tragedy of the Space Shuttle Columbia and the State Trooper; followed by the Lord's Prayer and the Pledge of Allegiance.

IN RE: AMENDMENTS TO THE AGENDA

Mrs. Wendy Ralph, County Administrator, stated there was a need to add under Closed Session for: (1) Personnel - Waste Management (2) Legal Counsel - Conditional Use Permit and Litigation - Virginia Bio Fuels.

Upon motion of Mr. Haraway, Seconded by Mr. Clay, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye," the above amendment (s) were approved.

IN RE: MINUTES

Upon motion of Mr. Haraway, Seconded by Mr. Clay, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye,"

BE IT RESOLVED by the Board of Supervisors of Dinwiddie County, Virginia that the minutes of the January 21, 2003 Continuation Meeting and the January 21, 2003 Regular Meeting are approved in their entirety.

IN RE: CLAIMS

Upon motion of Mr. Haraway, Seconded by Mr. Clay, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye,"

BE IT RESOLVED by the Board of Supervisors of Dinwiddie County, Virginia that the following claims are approved and funds appropriated for same using checks numbered 1033843 through 1034038 (void check(s) numbered 1032986, 1033144, 1033173, 1033706, 1033811, 1033844, 1033861, 1033926, and 1033962)

Accounts Payable:

(101) General Fund	\$ 164,817.76
(103) Jail Commission	\$ 7.50
(104) Marketing Fund	\$.00
(222) E911 Fund	\$ 14,757.80
(223) Self Insurance Fund	\$.00
(225) Courthouse Maintenance	\$.00
(226) Law Library	\$.00
(228) Fire Programs & EMS	\$.00
(229) Forfeited Asset Sharing	\$ 412.35

(304) CDBG Grant Fund	\$.00
(305) Capital Projects Fund	\$ 4,085.80
(401) County Debt Service	\$ <u>.00</u>
TOTAL	\$ 183,806.34

PAYROLL 01/31/03

(101) General Fund	\$ 417,647.33
(222) E911 Fund	\$ 3,420.91
(304) CDBG Fund	\$ <u>4,714.19</u>
TOTAL	\$ 425,782.43

IN RE: CITIZEN COMMENTS

Mr. Bowman asked if there were any citizens signed up to speak or present who wished to address the Board during this portion of the meeting.

1. Eva Bratschi – 23500 Cutbank Road, McKenney, Virginia – She thanked the Board for changing the meeting days to Tuesdays. Mrs. Bratschi stated she was completing her Bachelor of Arts degree in Political Science and she chose to do her thesis on the topic of Dinwiddie Government and Citizen Access to its Local Government. She gave the Clerk questionnaires for the Board members to fill out to help her complete her thesis.
2. Robert Rowland – 18404 Bonneville Lane, Dinwiddie, Virginia – stated he and his congregation would like to thank the Board also for changing their meetings to Tuesday. Continuing he said they wanted to be involved as much as possible in the political issues in the County.
3. Bruce Kristaf – 25119 Smith Grove Road, Petersburg, Virginia – representing the group, Citizens for a Better Dinwiddie, stated they were concerned that Tidewater Quarries Inc., has misrepresented the true impact of the proposed quarry to the public. This project will have a significant short term and long-term impact on our County. He commented it is important that the Board understand the true social and economical ramifications it will have on the citizens of the County. The group requested that the Board of Supervisors engage the services of an independent firm before ruling on the proposed quarry. He also requested that the study be made public so the citizens could better understand what impact the quarry would have on the County.
4. George Whitman – 13010 Old Stage Road, Petersburg, Virginia – requested that the Board appoint a committee made up of citizens from each district to prepare a Transportation Plan for the County. He stated this could be an important tool for the present and future growth of the County. The need for the Plan is outlined in the Comprehensive Master Plan. The purpose of the plan is to provide for future needs without having to relocate the roads in some sections of the County. Mr. Whitman recommended that the committee be comprised of retired and active engineers, ones that are familiar with road construction, to act as a defacto Engineering Section for the County.

IN RE: UPDATE OF DEBT CAPACITY ANALYSIS – SCHOOL PROJECTS

The County Administrator commented a few weeks ago the Board of Supervisors met with the School Board and their consultants, BCWH, to receive the results of the School facilities study. At that time the consultants and School

Board brought forth their recommendations to the Board. As a result of that meeting, one of the items that the Board was particularly concerned about was, what kind of impact it would have financially on the County and its citizens. The County asked its financial advisors, Davenport & Company, to look at all the options and recommendations of the School Board and update the County's Debt Capacity Analysis. She stated Mr. David Rose with Davenport & Company is here tonight to make the presentation.

Mr. David Rose presented the following Debt Capacity Analysis update:

**Debt Capacity Analysis
Prepared for**

**Dinwiddie County,
Virginia**

February 4, 2003

Davenport & Company LLC

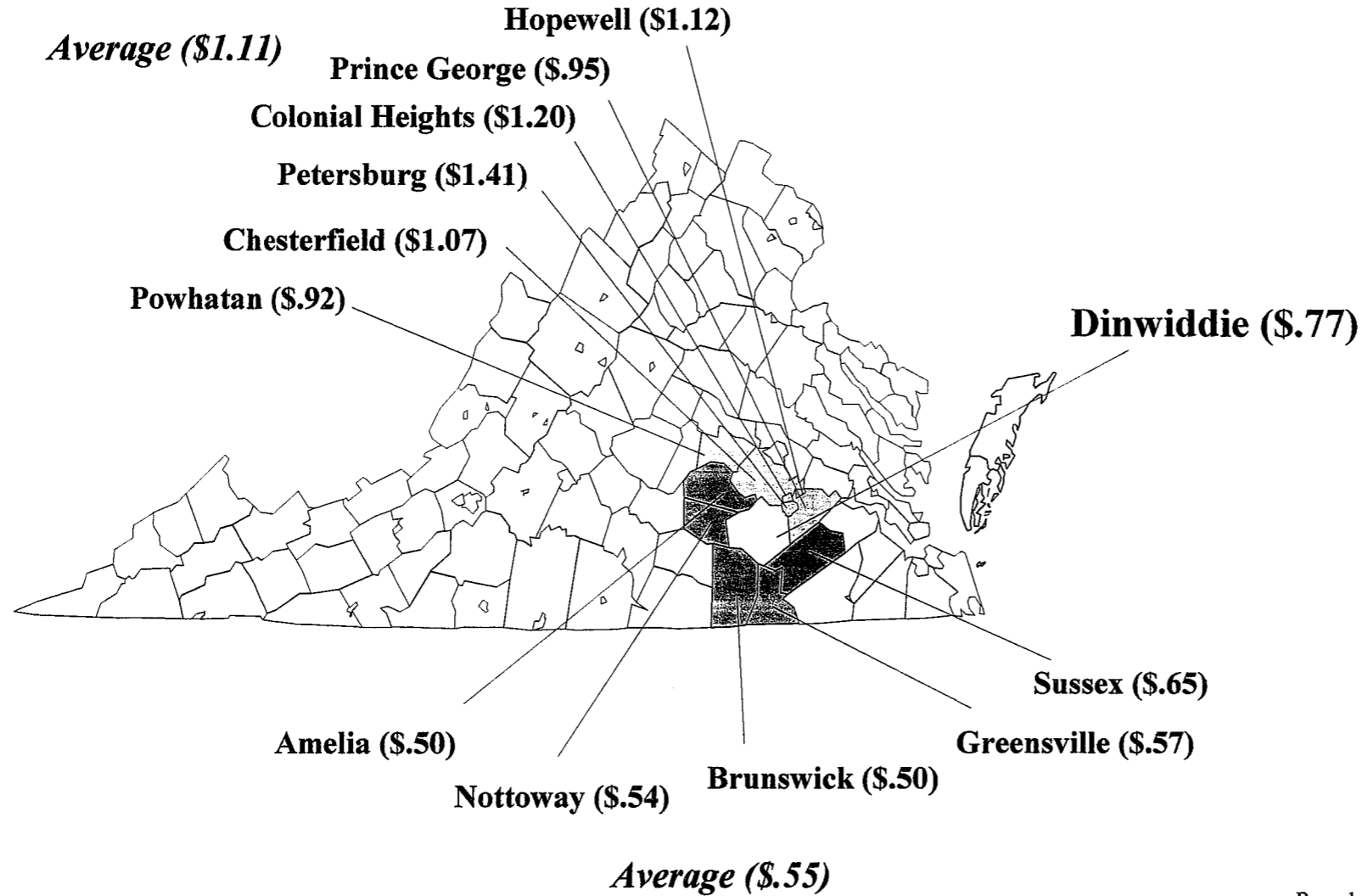
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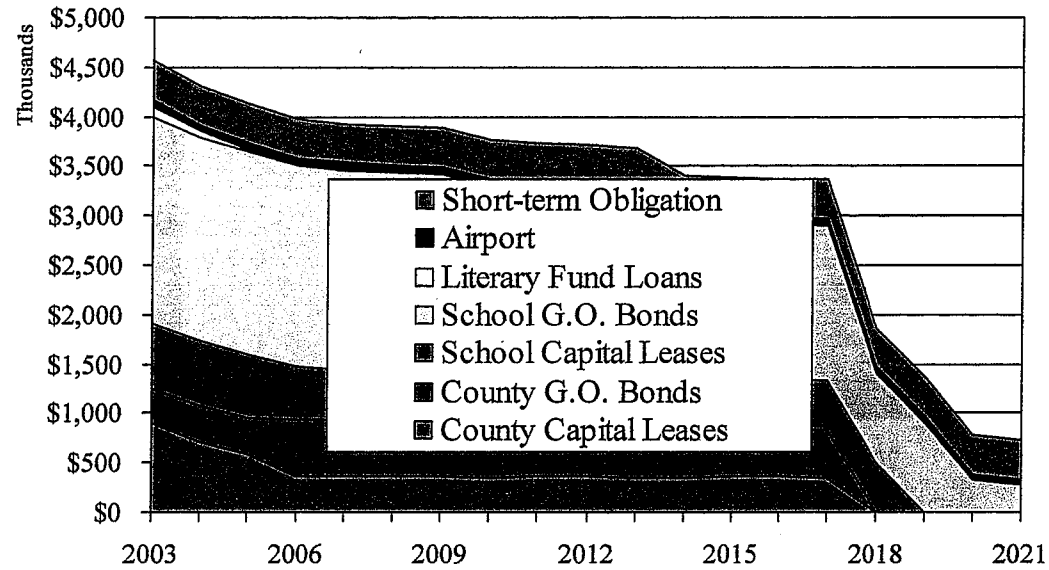
A Proposed School Projects and Financial Impact

B Proposed County Projects and Financial Impact

TAX RATE COMPARISON

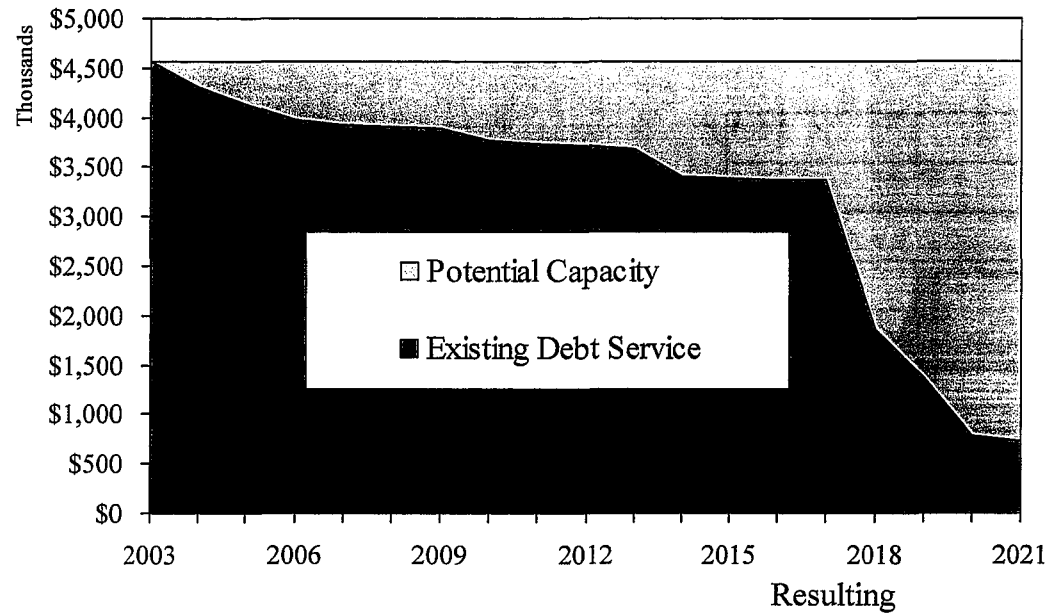


EXISTING DEBT SERVICE



Existing Debt Service is Based on All Outstanding Primary Government and Component Unit School Board Obligations as of June 30, 2001.

POTENTIAL DEBT CAPACITY – Decline in Debt Service



Potential Debt Capacity is Based on Debt Service Budget for FY 2003.

<u>Fiscal Year</u>	<u>Total</u>	<u>Cumulative Decline</u>	<u>Resulting Debt Capacity</u>
2003	4,051,283	N/A	N/A
2004	3,814,218	237,065	5,926,625
2005	3,669,599	381,684	9,542,100
2006	3,520,902	530,381	13,259,525
2007	3,474,271	577,012	14,425,300
2008	3,450,347	600,936	15,023,400
2009	3,433,275	618,008	15,450,200
2010	3,301,080	750,203	18,755,075

Decline in Debt Service Produces an Estimated Borrowing Capacity Assuming 25 Year Amortization at 5.5%.

KEY GLOBAL PROJECT ASSUMPTIONS

- **Maximize the Use of Literary Loan Funding.**
- **Utilize 3-year Interim Financing due to State Budget Constraints.**
- **Shift all BCWH Project Start Date Assumptions Forward by 12 Months.**

KEY FINANCING ASSUMPTIONS

- **All Financings are Assumed to be Non-Bank Qualified Except 2003 Financings.**

- **\$20 Million in Literary Loans are Utilized for School Projects – Maximum Available Capacity.**
 - **3-year Interim Financing @ 3.5%**
 - **2% Literary Loan Rate.**

- **Remaining School Projects Utilize Insured Lease Revenue Transactions.**
 - **5.50% Interest Rate.**
 - **25 Year Amortization.**

- **No Strategic Structuring of Any Financing.**

VALUE AND GROWTH OF 1 PENNY

<u>Fiscal Year</u>	<u>Real Estate Assessed Value</u>	<u>Annual Growth</u>
1992	426,864,447	
1993	579,694,444	35.80%
1994	605,404,766	4.44%
1995	629,312,055	3.95%
1996	662,264,562	5.24%
1997	724,744,459	9.43%
1998	867,209,870	19.66%
1999	910,281,517	4.97%
2000	991,684,357	8.94%
2001	1,103,351,570	11.26%
2002	1,136,452,117	3.00%
2003	1,170,545,681	3.00%
2004	1,205,662,051	3.00%
2005	1,241,831,913	3.00%
2006	1,279,086,870	3.00%
2007	1,317,459,476	3.00%

<u>Fiscal Year</u>	<u>Value of \$0.01 (Growth Rate of 3%)</u>	<u>Cumulative Increase in Value of \$0.01</u>		<u>Incremental Revenues Available from Growth in \$0.01</u>
2003	\$100,000	N/A		N/A
2004	103,000	\$3,000		\$231,000
2005	106,090	6,090	Multiply	468,930
2006	109,273	9,273	by	713,998
2007	112,551	12,551	Tax Rate	966,418
2008	115,927	15,927	\$0.77	1,226,410
2009	119,405	19,405		1,494,203
2010	122,987	22,987		1,770,029

Assumes Real Estate
Assessed Value
Growth Rate =
3.00%

TAX IMPACT ANALYSIS – Key Assumptions

- **Existing Debt Service has been Updated and Verified.**
- **Capital Reserve Fund Interest Earnings Assume Current Market Conditions (\$6.2 Million/2.5% Annual Rate of Return).**
- **State Appropriations have been Reduced to \$0.**
- **Annual Lottery Monies of \$300,000.**
- **Meals and Gate Revenues are Held Constant at \$400,000.**
- **Value of 1 Penny on the Real Estate Tax Rate is Approximately \$100,000 (FY 2003).**

OPTION 1 – SCHOOL PROJECTS

➤ Timing of Funding Requirements:

Option 1

	Calendar Year					Total	Financing Date	Lit. Loans \$Millions
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>			
<u>New Construction</u>								
1. New Rohoic Elementary School	14,681,000					14,681,000	Jan-04	7.5
2. New High School	38,690,000					38,690,000	Jan-04	7.5
Subtotal New Construction	53,371,000	0	0	0	0	53,371,000		15.0
<u>Renovation</u>								
3. Middle School - H.S. Renovation		19,280,000				19,280,000	Jul-05	5.0
4. Central School Board Facility				2,542,000		2,542,000	Jul-07	
5. Midway Additions/Renovation					2,484,000	2,484,000	Jul-08	
6. Southside Additions/Renovation					5,882,000	5,882,000	Jul-08	
7. Sunnyside Additions/Renovation					4,409,000	4,409,000	Jul-08	
Subtotal Renovation	0	19,280,000	0	2,542,000	12,775,000	34,597,000		5.0
Grand Total	53,371,000	19,280,000	0	2,542,000	12,775,000	87,968,000		20.0

➤ **Estimated Literary Loan Eligibility = \$20 Million.**

➤ **Total School Project Costs = \$87.9 Million.**

TAX IMPACT ANALYSIS – Option 1

➤ **Total School Project Costs = \$87.9 Million.**

A	B	C	D	E	F	G	H	I	J	K	L
	Net General Fund Amount		TOTAL REQUIREMENT	LESS	LESS	LESS	LESS	LESS	LESS	EQUALS	
	3,704,415										
	<u>Annual Net Debt Service Payments</u>			<u>Capital Reserve Fund</u>		<u>1/4 of Growth Allocated to Debt Service</u>	<u>Additional Debt Service Budget</u>	<u>Lottery Funds</u>	<u>Meals and Gate Revenues</u>	<u>Adjusted Debt Service Burden</u>	<u>Estimated Incremental Tax Effect (2)</u>
Fiscal Year	Existing Debt Service	Estimated New Debt Service	Existing and Proposed Debt Service	Earnings (1)	Principal Withdrawals	Incremental Growth					
2003	4,559,415	0	4,559,415	155,000	NA	NA	NA	300,000	400,000	3,704,415	NA
2004	4,306,099	0	4,306,099	155,000	0	57,750	300,000	300,000	400,000	3,093,349	--
2005	4,124,599	2,724,710	6,849,309	155,000	0	117,233	200,000	300,000	400,000	5,677,077	\$0.19
2006	3,976,475	4,581,343	8,557,818	155,000	0	178,499	200,000	300,000	400,000	7,324,318	\$0.15
2007	3,929,845	4,993,968	8,923,813	155,000	0	241,604	200,000	300,000	400,000	7,627,208	\$0.03
2008	3,905,931	5,876,302	9,782,233	155,000	0	306,603	0	300,000	400,000	8,620,631	\$0.09
2009	3,888,839	6,847,830	10,736,669	155,000	0	373,551	0	300,000	400,000	9,508,118	\$0.07
2010	3,762,784	7,184,227	10,947,011	155,000	0	442,507	0	300,000	400,000	9,649,504	\$0.01
2011	3,726,813	7,152,977	10,879,790	155,000	0	513,532	0	300,000	400,000	9,511,257	--
											\$0.54

Notes:

(1)
Based upon Capital Reserve Fund balance of \$6.2 million invested @ 2.5%.

(2)
Additional dollars needed divided by value of 1¢ in that fiscal year.

OPTION 2 – SCHOOL PROJECTS

➤ Timing of Funding Requirements:

Option 2

	Calendar Year					Total	Financing Date	Lit. Loans \$Millions
	2004	2005	2006	2007	2008			
New Construction								
1. New Rohoic Elementary School	14,681,000					14,681,000	Jan-04	7.5
2. New Middle School	16,016,000					16,016,000	Jan-04	7.5
Subtotal New Construction	30,697,000	0	0	0	0	30,697,000		15.0
Renovation								
3. High School - Additions/Renov.	26,910,000					26,910,000	Jan-04	5.0
4. Existing Northside Elem.	2,984,000					2,984,000	Jan-04	
5. Middle School - Additions/Renov.		5,959,001				5,959,001	Jan-05	
6. Existing Rohoic School		3,269,000				3,269,000	Jul-05	
7. Midway Additions/Renovation					2,484,000	2,484,000	Jul-08	
8. Southside Additions/Renovation					5,882,000	5,882,000	Jul-08	
9. Sunnyside Additions/Renovation					4,409,000	4,409,000	Jul-08	
Subtotal Renovation	29,894,000	9,228,001	0	0	12,775,000	51,897,001		5.0
Grand Total	60,591,000	9,228,001	0	0	12,775,000	82,594,001		20.0

➤ **Estimated Literary Loan Eligibility = \$20 Million.**

➤ **Total School Project Costs = \$82.6 Million.**

TAX IMPACT ANALYSIS – Option 2

➤ Total School Project Costs = \$82.6 Million.

A	B	C	D	E	F	G	H	I	J	K	L
	Net General Fund Amount 3,704,415		TOTAL REQUIREMENT	LESS	LESS	LESS	LESS	LESS	LESS	EQUALS	
	Annual Net Debt Service Payments			Capital Reserve Fund			% of Growth Allocated to Debt Service				
Fiscal Year	Existing Debt Service	Estimated New Debt Service	Existing and Proposed Debt Service	Earnings (1)	Principal Withdrawals	Incremental Growth	Additional Debt Service Budget	Lottery Funds	Meals and Gate Revenues	Adjusted Debt Service Burden	Estimated Incremental Tax Effect (2)
2003	4,559,415	0	4,559,415	155,000	NA	NA	NA	300,000	400,000	3,704,415	NA
2004	4,306,099	0	4,306,099	155,000	0	57,750	300,000	300,000	400,000	3,093,349	--
2005	4,124,599	3,027,063	7,151,662	155,000	0	117,233	200,000	300,000	400,000	5,979,429	\$0.21
2006	3,976,475	4,524,438	8,500,913	155,000	0	178,499	200,000	300,000	400,000	7,267,414	\$0.12
2007	3,929,845	4,763,182	8,693,027	155,000	0	241,604	200,000	300,000	400,000	7,396,422	\$0.01
2008	3,905,931	5,770,482	9,676,413	155,000	0	306,603	0	300,000	400,000	8,514,810	\$0.10
2009	3,888,839	6,397,718	10,286,557	155,000	0	373,551	0	300,000	400,000	9,058,007	\$0.05
2010	3,762,784	6,735,991	10,498,775	155,000	0	442,507	0	300,000	400,000	9,201,267	\$0.01
2011	3,726,813	6,701,891	10,428,704	155,000	0	513,532	0	300,000	400,000	9,060,171	--
											\$0.50

Notes:

(1)
Based upon Capital Reserve Fund balance of \$6.2 million invested @ 2.5%.

(2)
Additional dollars needed divided by value of 1¢ in that fiscal year.

OPTION 3 – SCHOOL PROJECTS

➤ Timing of Funding Requirements:

Option 3

	Project Start Date					Total	Financing Date	Lit. Loans \$Millions
	2004	2005	2006	2007	2008			
New Construction								
1. New Rohoic Elementary School	14,681,000					14,681,000	Jan-04	7.5
2. New Middle School	29,753,000					29,753,000	Jan-04	7.5
Subtotal New Construction	44,434,000	0	0	0	0	44,434,000		15.0
Renovation								
3. High School - Additions/Renov.	26,910,000					26,910,000	Jan-04	5.0
4. Central School Board Facility		2,542,000				2,542,000	Jul-05	
5. Midway Additions/Renovation					2,484,000	2,484,000	Jul-08	
6. Southside Additions/Renovation					5,882,000	5,882,000	Jul-08	
7. Sunnyside Additions/Renovation					4,409,000	4,409,000	Jul-08	
Subtotal Renovation	26,910,000	2,542,000	0	0	12,775,000	42,227,000		5.0
Grand Total	71,344,000	2,542,000	0	0	12,775,000	86,661,000		20.0

➤ **Estimated Literary Loan Eligibility = \$20 Million.**

➤ **Total School Project Costs = \$86.6 Million.**

TAX IMPACT ANALYSIS – Option 3

➤ Total School Project Costs = \$86.6 Million.

A	B	C	D	E	F	G	H	I	J	K	L
	Net General Fund Amount 3,704,415		TOTAL REQUIREMENT	LESS	LESS	LESS	LESS	LESS	LESS	EQUALS	
	Annual Net Debt Service Payments			Capital Reserve Fund		% of Growth Allocated to Debt Service	Additional Debt Service Budget	Lottery Funds	Meals and Gate Revenues	Adjusted Debt Service Burden	Estimated Incremental Tax Effect (2)
Fiscal Year	Existing Debt Service	Estimated New Debt Service	Existing and Proposed Debt Service	Earnings (1)	Principal Withdrawals	Incremental Growth					
2003	4,559,415	0	4,559,415	155,000	NA	NA	NA	300,000	400,000	3,704,415	NA
2004	4,306,099	0	4,306,099	155,000	0	57,750	300,000	300,000	400,000	3,093,349	--
2005	4,124,599	3,643,500	7,768,099	155,000	0	117,233	200,000	300,000	400,000	6,595,867	\$0.27
2006	3,976,475	5,020,936	8,997,411	155,000	0	178,499	200,000	300,000	400,000	7,763,912	\$0.11
2007	3,929,845	5,092,627	9,022,472	155,000	0	241,604	200,000	300,000	400,000	7,725,867	--
2008	3,905,931	6,099,427	10,005,358	155,000	0	306,603	0	300,000	400,000	8,843,755	\$0.09
2009	3,888,839	6,735,888	10,624,727	155,000	0	373,551	0	300,000	400,000	9,396,177	\$0.05
2010	3,762,784	7,067,561	10,830,345	155,000	0	442,507	0	300,000	400,000	9,532,837	\$0.01
2011	3,726,813	7,031,861	10,758,674	155,000	0	513,532	0	300,000	400,000	9,390,141	--
											\$0.53

Notes:

(1)

Based upon Capital Reserve Fund balance of \$6.2 million invested @ 2.5%.

(2)

Additional dollars needed divided by value of 1¢ in that fiscal year.

OPTION 4 – SCHOOL PROJECTS

➤ Timing of Funding Requirements:

Option 4

	Project Start Date					Total	Financing Date	Lit. Loans \$Millions
	2004	2005	2006	2007	2008			
<u>New Construction</u>								
1. New Rohoic Elementary School	14,681,000					14,681,000	Jan-04	7.5
Subtotal New Construction	14,681,000	0	0	0	0	14,681,000		7.5
<u>Renovation</u>								
3. Middle School - Additions/Renov.	20,920,000					20,920,000	Jan-04	7.5
4. High School - Additions/Renov.	26,910,001					26,910,001	Jan-04	5.0
5. Existing Northside Elementary	2,984,000					2,984,000	Jan-04	
6. Existing Rohoic School		3,269,000				3,269,000	Jul-05	
7. Midway Additions/Renovation					2,484,000	2,484,000	Jul-08	
8. Southside Additions/Renovation					5,882,000	5,882,000	Jul-08	
9. Sunnyside Additions/Renovation					4,409,000	4,409,000	Jul-08	
Subtotal Renovation	50,814,001	3,269,000	0	0	12,775,000	66,858,001		12.5
Grand Total	65,495,001	3,269,000	0	0	12,775,000	81,539,001		20.0

➤ **Estimated Literary Loan Eligibility = \$20 Million.**

➤ **Total School Project Costs = \$81.5 Million.**

TAX IMPACT ANALYSIS – Option 4

➤ Total School Project Costs = \$81.5 Million.

A	B	C	D	E	F	G	H	I	J	K	L
	Net General Fund Amount 3,704,415		TOTAL REQUIREMENT	LESS	LESS	LESS	LESS	LESS	LESS	EQUALS	
	Annual Net Debt Service Payments			Capital Reserve Fund Earnings (1)	Principal Withdrawals	1/4 of Growth Allocated to Debt Service Incremental Growth	Additional Debt Service Budget	Lottery Funds	Meals and Gate Revenues	Adjusted Debt Service Burden	Estimated Incremental Tax Effect (2)
Fiscal Year	Existing Debt Service	Estimated New Debt Service	Existing and Proposed Debt Service	Earnings (1)	Principal Withdrawals	Incremental Growth	Additional Debt Service Budget	Lottery Funds	Meals and Gate Revenues	Adjusted Debt Service Burden	Estimated Incremental Tax Effect (2)
2003	4,559,415	0	4,559,415	155,000	NA	NA	NA	300,000	400,000	3,704,415	NA
2004	4,306,099	0	4,306,099	155,000	0	57,750	300,000	300,000	400,000	3,093,349	--
2005	4,124,599	3,307,955	7,432,554	155,000	0	117,233	200,000	300,000	400,000	6,260,322	\$0.24
2006	3,976,475	4,584,848	8,561,323	155,000	0	178,499	200,000	300,000	400,000	7,327,823	\$0.10
2007	3,929,845	4,673,709	8,603,554	155,000	0	241,604	200,000	300,000	400,000	7,306,950	--
2008	3,905,931	5,682,109	9,588,040	155,000	0	306,603	0	300,000	400,000	8,426,438	\$0.09
2009	3,888,839	6,310,446	10,199,285	155,000	0	373,551	0	300,000	400,000	8,970,734	\$0.05
2010	3,762,784	6,649,818	10,412,602	155,000	0	442,507	0	300,000	400,000	9,115,095	\$0.01
2011	3,726,813	6,616,818	10,343,631	155,000	0	513,532	0	300,000	400,000	8,975,099	--
											\$0.49

Notes:

(1)
Based upon Capital Reserve Fund balance of \$6.2 million invested @ 2.5%.

(2)
Additional dollars needed divided by value of 1¢ in that fiscal year.

OPTION 5 – SCHOOL PROJECTS

➤ Timing of Funding Requirements:

Option 5

	Project Start Date					Total	Financing Date	Lit. Loans \$Millions
	2004	2005	2006	2007	2008			
New Construction								
1. New Rohoic Elementary School	14,681,000					14,681,000	Jan-04	7.5
2. New Middle School	29,753,000					29,753,000	Jan-04	7.5
3. New High School	38,690,000					38,690,000	Jan-04	5.0
Subtotal New Construction	83,124,000	0	0	0	0	83,124,000		20.0
Renovation								
4. Central School Board Facility		2,542,000				2,542,000	Jul-05	
5. Midway Additions/Renovation					2,484,000	2,484,000	Jul-08	
6. Southside Additions/Renovation					5,882,000	5,882,000	Jul-08	
7. Sunnyside Additions/Renovation					4,409,000	4,409,000	Jul-08	
Subtotal Renovation	0	2,542,000	0	0	12,775,000	15,317,000		0.0
Grand Total	83,124,000	2,542,000	0	0	12,775,000	98,441,000		20.0

➤ **Estimated Literary Loan Eligibility = \$20 Million.**

➤ **Total School Project Costs = \$98.4 Million.**

TAX IMPACT ANALYSIS – Option 5

➤ Total School Project Costs = \$98.4 Million.

A	B	C	D	E	F	G	H	I	J	K	L
	Net General Fund Amount 3,704,415		TOTAL REQUIREMENT	LESS	LESS	LESS	LESS	LESS	LESS	EQUALS	
	Annual Net Debt Service Payments			Capital Reserve Fund		% of Growth Allocated to Debt Service	Additional Debt Service	Lottery Funds	Meals and Gate Revenues	Adjusted Debt Service Burden	Estimated Incremental Tax Effect (2)
Fiscal Year	Existing Debt Service	Estimated New Debt Service	Existing and Proposed Debt Service	Earnings (1)	Principal Withdrawals	Incremental Growth	Budget	Funds	Revenues	Burden	Tax Effect (2)
2003	4,559,415	0	4,559,415	155,000	NA	NA	NA	300,000	400,000	3,704,415	NA
2004	4,306,099	0	4,306,099	155,000	0	57,750	300,000	300,000	400,000	3,093,349	--
2005	4,124,599	4,318,643	8,443,242	155,000	0	117,233	200,000	300,000	400,000	7,271,009	\$0.34
2006	3,976,475	5,983,397	9,959,872	155,000	0	178,499	200,000	300,000	400,000	8,726,372	\$0.13
2007	3,929,845	6,055,788	9,985,633	155,000	0	241,604	200,000	300,000	400,000	8,689,028	--
2008	3,905,931	7,062,463	10,968,394	155,000	0	306,603	0	300,000	400,000	9,806,791	\$0.09
2009	3,888,839	7,697,974	11,586,813	155,000	0	373,551	0	300,000	400,000	10,358,262	\$0.05
2010	3,762,784	8,027,871	11,790,655	155,000	0	442,507	0	300,000	400,000	10,493,148	\$0.01
2011	3,726,813	7,989,571	11,716,384	155,000	0	513,532	0	300,000	400,000	10,347,852	--
											\$0.62

Notes:

(1)
Based upon Capital Reserve Fund balance of \$6.2 million invested @ 2.5%.

(2)
Additional dollars needed divided by value of 1¢ in that fiscal year.

KEY ASSUMPTIONS – County Projects

- **All Financings are Assumed to be Non-Bank Qualified Except 2003 Financings.**
 - **Communications Center – 7 Years @ 3.30%**

- **Remaining County Projects Utilize Insured Lease Revenue Transactions.**
 - **5.50% Interest Rate.**
 - **25 Year Amortization.**

- **No Strategic Structuring of Any Financing.**

PROPOSED COUNTY PROJECTS

➤ Timing of Funding Requirements (for Planning Purposes Only):

Projects Subject to Change

	Project Start Date					Total	Financing Date
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>		
<u>Bond Funded Projects</u>							
Communications Center Relocation	4,000,000					4,000,000	Jun-03
New Fire Station		2,310,000				2,310,000	Jun-04
Eastside Recreational Complex				331,800		331,800	Jun-06
Eastside L.I.F.E. Enhancement Center				600,250	600,250	1,200,500	Jun-06
Subtotal	<u>4,000,000</u>	<u>2,310,000</u>	<u>0</u>	<u>932,050</u>	<u>600,250</u>	<u>7,842,300</u>	
Other Cash Funded Projects	806,103	812,144	801,115	799,115	803,000	4,021,477	NA
Total	<u>4,806,103</u>	<u>3,122,144</u>	<u>801,115</u>	<u>1,731,165</u>	<u>1,403,250</u>	<u>11,863,777</u>	

➤ Total Financed Project Costs = \$7.8 Million.

- Communications Center – Bank-Qualified; Financed Over 7 Years.
- Eastside/Fire Station – Bank Placement (10-Year Rate, 25-Year Amortization).

➤ Other Cash Funded Projects Will Approximate \$1 Million per Year.

TAX IMPACT ANALYSIS – Proposed County Projects

- **Total Borrowing = \$8.2 Million.**
- **Equivalent Tax Impact After School Projects.**

Case 1

**Assumes Available Capacity is
Used for School Projects.**

<u>Fiscal Year</u>	<u>Estimated New Debt Service</u>	<u>Estimated Incremental Tax Effect (2)</u>	<u>Value of 1¢</u>
2003	0		100,000
2004	645,205	\$0.06	103,000
2005	785,179	\$0.01	106,090
2006	785,179	--	109,273
2007	878,731	\$0.01	112,551
2008	878,731	--	115,927
2009	878,731	--	119,405
2010	878,731	--	122,987
2011	878,731	--	126,677
		\$0.08	

Case 2

**Assumes Available Capacity is
Used for County Projects.**

<u>Fiscal Year</u>	<u>Estimated Incremental Tax Effect (2)</u>
2003	
2004	--
2005	--
2006	--
2007	--
2008	--
2009	--
2010	--
2011	--
	\$0.00

SUMMARY OF ANALYSIS

Fiscal Year	School Projects					Case 1 County Projects	Case 2 County Projects
	Option 1	Option 2	Option 3	Option 4	Option 5		
2003	--	--	--	--	--	--	--
2004	--	--	--	--	--	\$0.06	--
2005	\$0.19	\$0.21	\$0.27	\$0.24	\$0.34	\$0.01	--
2006	\$0.15	\$0.12	\$0.11	\$0.10	\$0.13	--	--
2007	\$0.03	\$0.01	--	--	--	\$0.01	--
2008	\$0.09	\$0.10	\$0.09	\$0.09	\$0.09	--	--
2009	\$0.07	\$0.05	\$0.05	\$0.05	\$0.05	--	--
2010	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	--	--
2011	--	--	--	--	--	--	--
	\$0.54	\$0.50	\$0.53	\$0.49	\$0.62	\$0.08	\$0.00

The County Administrator commented that this year is a reassessment year starting July 1 if the Board remains with a 4-year cycle. It is an 18-month process with an effective date of January 1, 2005.

At the conclusion of the presentation Mr. Jimmy Maitland, School Board member, asked Mr. Rose why a 3% growth was used instead of the real growth rate of 6%. Mr. Maitland stated that none of the years showed less than a 4% growth. Mr. Rose stated the figure was chosen because we don't want to end up looking like the State. However, they didn't feel strongly one-way or the other about the figure, it could be changed. He commented they decided to take a look from their perspective; sort of a rock bottom worst-case, and go from there. Because we know what is happening with the economy and how slow things are, we felt starting at 3% was a good way to start at the bottom and anything we do is going to look better. Mr. Maitland stated we are getting approximately 100 additional students a year, so there is some growth coming from somewhere. Mr. Rose replied if it is the decision of the Board to start at 6% then we certainly can do that. If they say, let's use half the growth of the debt service we can do that as well.

Mr. Maitland stated the School Board did another option, which was option 6. What happened to it? Mr. Rose replied it was such a small amount of dollars they did not look at it. The County Administrator stated if you recall, Option 6 was not included in your bound study; so they did not get a copy of it. However, a summary was provided to the Board later. But it really would have been hard for Davenport to include it in the analysis, other than the trailers. A lot of it was operational costs for which an explanation was not provided; and that is one of the things the Board asked for some more information on. But, with more information it certainly can be worked into the financing plan. Following a lengthy discussion about Option 6, between the School Board members, County Administrator and Mr. Rose; the County Administrator explained to the citizens that Option 6 was what the School Board called a "do nothing approach" which would cost around \$80 some million dollars. There were some expenses that the School Board will have to pay, such as maintenance costs, renovations and modular units, but it was things that would be hard to structure into a financing plan. She stated that was the reason she did not immediately send it on to Davenport. That option, in fairness to the School Board was in what they presented and it was just as expensive as the construction items that you see. It was not intentional to leave option 6 out but it would have been hard to show in a structured financing plan.

The County Administrator stated the Board has requested some more information from the School Board and has held a subsequent meeting with School Staff and they are preparing additional information for us. The Board will continue to analyze this information as the members continue to work through these options with the School Board and a final option is chosen. We will then go back to the financial advisors and ask them to help us structure a cost effective method for financing.

IN RE: RESOLUTION - RFP FOR RADIO SYSTEM FOR COMMUNICATIONS CENTER

Upon motion of Mr. Bracey, Seconded by Mr. Clay, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye," the following resolution was adopted:

The County of Dinwiddie has determined that sealed bidding for the Public Safety Radio Project is not practicable or fiscally advantageous. This determination was made based on the following:

The County has listed radio coverage as its most critical requirement for the new radio system. The County has listed the level of coverage they require as 95% indoor portable radio coverage. To attain and guarantee this level of coverage, it is felt that vendors will propose to install a substantial number of transmitter sites, which will drive the cost of the system higher than originally anticipated. In an IFB scenario, the County will have to either accept the low bid, which may be considerably higher than anticipated, or reject the bids and start over. In an RFP scenario, the County would have the ability to look at the proposed coverage and cost, select the highest rated proposer then negotiate the actual coverage levels needed in specific areas with the highest rated proposer. These negotiations will allow the County to tailor the proposed system to a level of coverage that the County can afford to have, giving the County more value in the new system.

IN RE: AUTHORIZATION FOR COUNTY ADMINISTRATOR TO SERVE ON THE VACo STEERING COMMITTEE

The County Administrator commented she received an invitation from VACo to serve as a member of the Administration of Government Committee. This committee addresses such issues as law enforcement, corrections, fire and emergency services, which have a considerable impact on the County. The committee meets 2 to 4 times during the year, one of which is always at the annual meeting in November. She requested authorization to serve on the VACo Steering Committee.

Upon motion of Mr. Moody, Seconded by Mr. Haraway, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye," the County Administrator was authorized to serve on the Administration Government Committee of the Virginia Association of Counties.

IN RE: COUNTY ADMINISTRATOR COMMENTS

The County Administrator commented the Board was scheduled to come in early for the continuation meeting February 18, 2003 to meet with the consultants for the Corridor Study work session. However, one of the consultants involved in the study has some health problems and they asked if we would postpone the meeting until March 18, 2003. The Board agreed.

IN RE: BOARD MEMBER COMMENTS

Mr. Bracey He thanked the School Board and Citizens for coming to hear the presentation for the debt capacity analysis and the impact the projects would have on the tax rates in the County. Mr. Bracey also stated he hoped the Chairman would announce that anyone who did not have the opportunity to sign up for citizen comments at the beginning of the meetings could come forward and speak if they wanted to, before the comment period is closed. Mr. Bowman stated he would. He asked if anyone who did not sign up would like to make any comments to please come forward and state their name and address for the records.

Mr. Robert Belcher – 27516 Flank Road – He invited everyone to attend the Dinwiddie Diamonds Valentine's Day dance at 7:00 P.M. at the Eastside Community Enhancement Center. He said no alcohol is permitted but we are going to have a good time.

Mr. Moody

He commented in the General Assembly today the Manufactured Housing Bill died.

Mr. Bowman

He stated Mr. George Whitman made an excellent proposal on the road study. He commented he would like to see other groups come forth and volunteer their time. He said he would like to see the Board take some action on Mr. Whitman's request at a future meeting. He asked if the Board would consider this a first reading and have it placed on the agenda at the next meeting. Mr. Bracey stated he felt this should go the Planning Department and it should be referred to that department for their consideration before the Board dealt with it. Mr. Bracey commented since he received this information he learned that the State is doing some of this work now. Mr. Bowman stated he thought that was a good point and the Board certainly needed time to think about where to steer this committee; but when we have volunteers willing to give their time we should encourage them.

IN RE: PRIMARY DISASTER AREA DECLARATION

The County Administrator informed the Board that we received notice from Congressman Forbes' office today that Dinwiddie County has been declared a primary disaster area. She said he strongly feels as legislation moves through Congress, on additional funding and on the livestock program, that our farmers should become eligible as long as they don't run out of money. Mr. Bowman commented the way he understands it, if a farmer had a 35% loss he qualifies. So that should take care of most of the farmers.

The County Administrator distributed a letter from the Game and Inland Fisheries requesting Board input for changes they might have for new hunting laws. Mrs. Ralph commented if they had any comments they should get them back to her because there is such a short turn around time for comments.

IN RE: CLOSED SESSION

Mr. Clay stated I move to close this meeting in order to discuss matters exempt under section:

Consultation with Legal Counsel - §2.2-3711 A. 7 of the Code of Virginia – Contract Negotiations – Waste Management; Litigation – Virginia Bio Fuels
Acquisition of Property - §2.2-3711 A. 3
Prospective Industry- §2.2-3711 A.5
Personnel - §2.2-3711 A.1 – Appointments; Waste Management

Mr. Haraway seconded the motion. Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman, Mr. Bracey, voting "Aye", the Board moved into the Closed Meeting at 9:22 P.M.

A vote having been made and approved the meeting reconvened into Open Session at 11:03 P.M.

IN RE: CERTIFICATION

Whereas, this Board convened in a closed meeting under § 2.2-3711 A.7, of the Code of Virginia - Contract Negotiations – Waste Management; Litigation – Virginia Bio Fuels; Acquisition of Property - §2.2-3711 A. 3; Prospective

Industry- §2.2-3711 A.5; Personnel - §2.2-3711 A.1 – Appointments; Waste Management

And whereas, no member has made a statement that there was a departure from the lawful purpose of such closed meeting or the matters identified in the motion were discussed.

Now be it certified, that only those matters as were identified in the motion were heard, discussed or considered in the meeting.

Upon motion of Mr. Clay, Seconded by Mr. Haraway, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye," this Certification Resolution was adopted.

IN RE: APPOINTMENT - DINWIDDIE COUNTY BOARD OF ZONING APPEALS

Upon motion of Mr. Haraway, Seconded by Mr. Bracey, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye,"

BE IT RESOLVED by the Board of Supervisors of Dinwiddie County, Virginia that Mr. Charles R. Horne is hereby approved, to be recommended to the Circuit Court Judge to be appointed to serve on the Dinwiddie County Board of Zoning Appeals for a term ending December 31, 2007.

IN RE: APPOINTMENT - DINWIDDIE COUNTY SOCIAL SERVICES BOARD

Upon motion of Mr. Haraway, Seconded by Mr. Moody, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye,"

BE IT RESOLVED by the Board of Supervisors of Dinwiddie County, Virginia that Mrs. Patsy Cansler is hereby appointed to fill the unexpired term of Mr. Linwood Fitzgerald ending June 30, 2004 on the Dinwiddie County Social Services Board.

IN RE: AUTHORIZATION TO ISSUE A MANUAL CHECK TO MR. WILBUR HICKS - EMPLOYEE - DEPARTMENT OF WASTE MANAGEMENT

Upon motion of Mr. Bracey, Seconded by Mr. Clay, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye,"

BE IT RESOLVED that the Board of Supervisors of Dinwiddie County, Virginia authorizes the issuance of a manual payroll check to Mr. Wilbur Hicks in the amount of \$255.34 for work performed in January 2003.

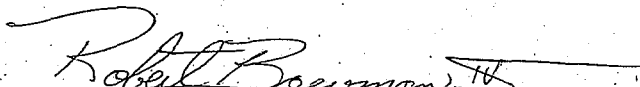
IN RE: INFORMATION IN BOARD PACKET OR DISTRIBUTED

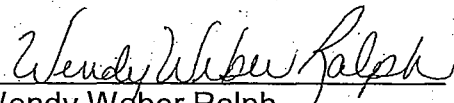
1. Response letter to Geri Barefoot for Citizen Comment questions regarding the preservation of the Battlefields in Dinwiddie County.

RE: ADJOURNMENT

Upon motion of Mr. Moody, Seconded by Mr. Haraway, Mr. Bracey, Mr. Moody, Mr. Clay, Mr. Haraway, Mr. Bowman voting "Aye," the meeting adjourned

at 11:21 P.M. to be continued until 11:00 A.M. on Tuesday, February 18, 2003
for a budget work session in the Multi-purpose Room of the Pamplin
Administration Building.


Robert Bowman, IV, Chairman

ATTEST: 
Wendy Weber Ralph
County Administrator

/abr

