



CITY OF HARRISONBURG
**FINANCE
& PURCHASING**

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TO: Ande Banks, City Manager
FROM: Larry L. Propst, Director of Finance
DATE: May 20, 2024
RE: Resolution for Middle River Regional Jail Authority Bond Refinancing

Summary: Consider approving a resolution consenting to the Middle River Regional Jail Authority to issue refinancing bonds.

Background: In 2014, the Middle River Regional Jail Authority (Authority) issued, through the Virginia Resource Authority (VRA), refunding bonds that refinanced previously issued bonds used for the construction of the jail. Recently, the Authority staff presented to the Authority's Board an opportunity to refinance these 2014 bonds through VRA's summer pooled bond program.

Key Issues: The bonds would be refinanced in order to provide debt service savings that would then be allocated to all members of the Authority. As of analysis done in March, there was potential of savings to the Authority of approximately \$1.1 million of which the City's share of the savings would be approximately \$132,000 spread across the next eight fiscal years. VRA requires that the accompanying resolution be presented and approved by the governing bodies of all participating Authority members in order to participate in their pooled bond program.

Environmental Impact: None

Fiscal Impact: The City's share of the savings would be allocated through the annual budget process.

Prior Actions: None.

Alternatives: Do not approve the resolution.

Community Engagement: None.

Recommendation: Staff recommends approval of the resolution.

Attachments: None.

Review:

The initiating Department Director will place in Legistar, in sequence of transmittal, the names of each department that must initial their review in order for this item to be placed on the City Council agenda. The completion of review only addresses the readiness of the issue for Council consideration. This does not address the recommendation for approval or denial of the issue.

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