



PRESS RELEASE

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Fiscal Court Passes Ordinance Enabling Bond Refinance

Refinancing bonds will save \$120,000 over the life of the bonds

Burlington, Ky. — The Boone County Fiscal Court voted to authorize the issuance of general obligation bonds in an amount not to exceed \$3.5 million for the purpose of refinancing debt and funding the energy savings project. This legislation will enable the county to save approximately \$120,000 in interest payments over the life of the bonds.

During the meeting, Judge Moore explained these bonds were to refinance the golf course and Walton Fire District bonds issued previously as well as issue new money for the energy savings grant. “The first bond is being paid for from the golf course fund. The second part is paid for by the Walton Fire Department and the third through the guarantee from the energy savings project,” said Judge Moore. The bonds being issued for the refinance of previous debt will result in a savings of approximately \$83,000. The remaining general obligation bond for the energy savings project will save the county approximately \$40,000 more than originally estimated. Consolidating these bond issues takes advantage of economies of scale because of the fixed costs associated with the transaction as well as favorable market conditions.

The debt being refinanced will be paid off according to the original schedule. The golf course bonds will be paid off in 3 years and the Walton Firehouse in 9 years. The energy savings project bond will be paid off in 16 years per an agreement with a third party that will guarantee minimum utility savings at various county facilities. The ordinance also allows the county to potentially use the Recovery Zone Economic Development Bonds as well as the Build America Bonds to get the most attractive rate.

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