



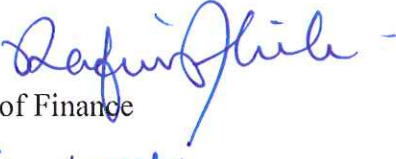
# Howard County

---

## Internal Memorandum

**SUBJECT--** *Testimony for Second Amendment to 2009 Energy Performance Contract Master Lease-Purchase Agreement*

TO: Lonnie Robbins  
Chief Administrative Office

Through: Stanley J. Milesky   
Director, Department of Finance

From: Nikki Hogue   
Fiscal Manager - Debt

On April 1, 2009, the County entered into an Energy Performance Master Lease-Purchase Agreement with Grant Capital Management to finance the purchase and installation of energy saving lighting fixtures. The First Amendment to the Agreement, to finance Phase II of the project was signed on August 19, 2009. The County has been approached by Grant Capital Management with a refunding opportunity to reduce the interest rate on the lease from 5.50% to 2.19%. The savings would be approximately \$750,000, which would be realized in Fiscal Years 2013 - 2015. The remaining term of the lease is 11 years. Per the terms of the original agreement, the lease may only be refunded on the semi-annual payment dates of October 1<sup>st</sup> or February 1<sup>st</sup>. The proposed legislation would approve a second amendment and revised payment schedule.

Cc: Jennifer Sager