Agenda Item #: 36 - 4

# PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

Meeting Date:	April 15, 2008	[X]	Consent		Regular
		[]	Ordinance	[]	Public Hearing
Department:	Office of Fi	nancia	l Managemen	t & Bu	dget

#### I. Executive Brief

### Motion and Title: Staff recommends motion to approve:

- **A)** Budget Amendment of \$29,600,454 in the \$30M Revenue Refunding Bonds, Series 2008A Debt Service Fund to record refunding bond proceeds, annual interest payments, cost of issuance and transfers to various Sunshine Loan debt service funds for principal payments.
- **B)** Budget Transfer of \$2,233,144 in the \$20.2M Sunshine No. 3 2000 800 MHZ Radio Capital Fund to adjust the reserve for future arbitrage payments and transfer funds to the \$20M Sunshine No. 3  $_{2000\ 800}$  MHZ Radio Debt Service Fund for principal payment.
- **C)** Budget Transfer of \$163,805 in the \$12M Sunshine No. 5 2004 FAU/Scripps Capital Fund to record transfer of remaining funds to the \$12M Sunshine No. 5 2004 FAU/Scripps Debt Service Fund for principal payment.
- **D)** Budget Transfer of \$1,274,672 in the \$5.6M Sunshine No. 6 2004 Scripps Infrastructure, Beeline Bridge Capital Fund to set up budget for 800 MKZ radio equipment project as a result of the refunding of the \$20.2M Sunshine No. 3 2000 800 MHZ Loan.
- **E)** Budget Amendment of \$15,005,000 in the \$20.2M Sunshine No. 3 2000 800 MHZ Debt Service Fund to record transfers of bond proceeds and other funds for the final principal payment on the Loan and to transfer funds to the \$30M Revenue Refunding Bonds, Series 2008A Debt Service Fund for the FY 2008 interest payment.
- **F)** Budget Amendment of \$256,524 in the \$20M Sunshine No. 3 800 MHZ Debt Service Reserve Fund for balance brought forward and a transfer to the \$20.2M Sunshine No. 3 Debt Service Fund for the payment of principal on the Loan.
- **G)** Budget Amendment of \$12,875,000 in the \$50.8M Sunshine No. 1 1987 Debt Service Fund to record transfer of refunding bond proceeds for final principal payment.
- **H)** Budget Amendment of \$4,000,000 in the \$12M Sunshine No. 5 2004 FAU/Scripps Grant Debt Service Fund to record transfers of refunding bond proceeds and other funds for the final principal payment.

**Summary:** On April 1, 2008, the Board authorized the issuance of not to exceed \$30 Million of Public Improvement Revenue Refunding Bonds, Series 2008A to refund Sunshine Pool loans supported by bond insurance due to significant increases in variable interest rates. Two of the loans had unspent proceeds in the capital funds that bond counsel recommended be used to pay down principal as part of the refunding. To use the unspent proceeds in the \$20.2M Sunshine Loan for the 800 MHZ Radio Capital Fund, the budget for the \$1,200,000 Intelligent Repeater Site Installation project was

**Continued on Page 3** 

Recommended by:

| How Department Director Date

Approved By: County Administrator Date

### II. FISCAL IMPACT ANALYSIS

A. Fi	ve Year Summary of	Fiscal Imp	pact:			
Capit Expe	Fiscal Years al nditures	<u>2008</u>	2009	<u>2010</u>	2011	2012
Debt Exter Progr	ating Costs Service Costs nal Revenues ram Income (County) nd Match (County)	124,454	<u>5,208,800</u>	5,073,720	3,055,840	<u>2,999,880</u> 
NET	FISCAL IMPACT *	124,454	2 <sup>1</sup> 308 <sup>1</sup> 800	5,073,720	3,055,840	2,999,880
	ADDITIONAL FTE ITIONS (Cumulative)					
Budg	n Included In Curren et Account No.: F ct Repor	Fund	Departn	nent	Unit	
Vario	us Debt Service Fund	ds				
B.	Recommended Sou	rces of Fu	ınds/Summa	ry of Fiscal	Impact:	
	ebt service for the refuem revenues.	anding bon	ds will be fun	ded from leg	jally availat	ole non-ad
likely princi	Departmental Fisca bonds remained with be significantly higher pal payment on the ref nterest is paid semi-an 08	a variable because the funding bornually. The	interest rate, he current rat nds is schedu	the annual ir es have incr lled for Dece lyment abov	nterest pay eased sign ember 1 of	ments would iificantly. The each year
A.	OFMB Fiscal and/or	r Contract	Dev. and Co	ntrol Comn	nents:	
	John H. OFMB	Thong	11/1/08_Cor	N//	And Contro	ol
В.	Legal Sufficiency:					
	Assistant County	ttorney	108			
C.	Other Department F	Review:				
	Department [	Director	<u></u>			

REVISED 9/03 ADM FORM 01 (THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.)

#### **Summary: continued**

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transferred to the \$5.6M Sunshine No. 6 2004 Scripps Infrastructure/Beeline Bridge Capital Fund to use unspent proceeds in that fund. The project description was changed in the loan agreement for the \$5.6M Sunshine 2004 Loan to include the 800 MHZ System. The budget amendments and transfers set up the sale of the 2008A Refunding Bonds including cost of issuance, the payment of principal on the refunded Sunshine Loans and the payment of interest on the 2008A Refunding Bonds.

Countywide (PFK)

**Background and Justification:** Over the past three months, the rating agencies have downgraded the insurance strength rating for the major municipal insurance companies. As a result, the County has seen substantial increases in interest rates on its Sunshine Loans that have bond insurance supporting the debt. The County requested bids from local banks to refund these loans with fixed rate bonds. Banc of America Public Capital Corp. won the bid at a fixed rate of 3.4972%.

#### Attachments:

1. Budget Amendments and Transfers

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**BGEX 420 BGRV 420** 

FUND 2522 30M Revenue Refunding Bonds Series 2008A DS

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBE	R ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	]	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
<u>REVENUES</u>									
810-4100	8501 Bond Refunding Proceeds	0	(	0	29,476,000	0	29,476,000		
810-4100	8106 Transfer From Fund 2008	0	1	0	124,454	0	124,454		
	Total Fund Revenues	0		0	29,600,454	0	29,600,454	•	
EXPENDITURI	<u>ES</u>								
810-7177	7201 Interest Bonds	0		0	124,454	0	124,454		
820-7177	9106 Trans to Fund 2008 20.2M SS #3 800 MHZ DS	0	•	0	12,673,000	0	12,673,000		
820-7177	9127 Trans to Fund 2406 50.8M SS #1 1987 DS	0		0	12,875,000	0	12,875,000		
<b>%20-7177</b>	9240 Trans to Fund 2025 SS#5 2004 FAU/Scripps DS	0	. (	0	3,836,195	0	3,836,195		
810-7177	7305 Issue Costs	0	•	0	91,805	0	91,805		
	Total Fund Expenditures	0	ı	0	29,600,454	0	29,600,454		

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Signatures Date

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Jashvillhitz 4.9.08

By Board of County Commissioners
At Meeting of
April 15, 2008
Deputy Clerk to the

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SS 44108

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**BGEX** 

#### FUND 3008 20.2M SS #3 2008 800MHZ Radio Capital

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBER	ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
								-
EXPENDITURES	<u>S</u>							
411-B098	4907 Building Improvements Non-Capital	17,767	17,767	0	17,767	0	0	0
411-B297	6507 Machinery & Equipment	1,200,000	1,200,000	0	1,200,000	0	0	0
461-M021	6507 Machinery & Equipment	568,336	545,576	0	529,676	15,900	0	15,900
821-9806	9909 Reserves-Improvement Program	456,304	485,701	0	485,701	0	0	485,701
821-9806	9928 Reserves-Future Arbitrage Payments	128,178	128,178	83,144	0	211,322	0	211,322
821-9131	9106 Trans to Fund 2008 20.2M SS #3 800MHZ I	0	0	2,150,000	0	2,150,000	0	2,150,000
	Total		•	2,233,144	2,233,144			
	Total			2,233,144	2,233,144			
		Ci	<del></del>	Data			y Poard of County Co	

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By Board of County Commissioners

At Meeting of

April 15, 2008

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**BGEX** 

**FUND 3025 12M SS #5 2004 FAU/Scripps** 

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBER	ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
EXPENDITURES								
821-9132	9240 Trans to Fund 2025 Sunshine #5 2004 FAU/ Scripps Grant DS	0	0	163,805	0	163,805	. 0	163,805
821-9816	9911 Reserve for Future DS Payments	154,977	163,805	0	163,805	0	0	0
	Total			163,805	163,805			
		•						
		Signatures		Date	······································		by Board of County Co	

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At Meeting of April 15, 2008

Deputy Clerk to the

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**BGEX** 

FUND 3033 5.6M SS #6 2004 Scripps Infra, Beeline Bridge

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBER	ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
EXPENDITURES								
411-B297	6507 Machinery & Equipment	0	0	1,200,000	0	1,200,000	0	1,200,000
429-B346	6505 Design, Engineering-CIP Admin	1,219,604	1,274,672	0	1,274,672	0	0	0
821-9827	9909 Reserve-Improvement Program	0	0	74,672	0	74,672	0	74,672
	Total			1,274,672	1,274,672			
		Signatures		Date		В	y Board of County Co	mmissioners

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4/7/08

By Board of County Commissioners At Meeting of

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**Board of County Commissioners** 

**April 15, 2008** 

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**BGEX 420 BGRV 420** 

**FUND 2008 20.2M SS #3 2000 800 MHZ DS** 

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBE	ER ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
REVENUES								
810-4100	8352 Trans from Fund 2522 30M Ref Bonds Series 2008A DS	0	0	12,673,000	0	12,673,000		
810-4100	8147 Trans from Fund 3008 20.2M SS #3 2008 800MHZ Capital	0	0	2,150,000	0	2,150,000		
810-4100	8119 Trans from Fund 2023 20M SS #3 800 MHZ DS Reserve	0	0	182,000	0	182,000		
	Total Fund Revenues	1,669,973	1,669,973	15,005,000		16,674,973	<del>-</del> :	
EXPENDITUR	<u>ES</u>							
810-7129	7320 Advance Refunding Escrow	0	0	2,332,000	0	2,332,000	0	2,332,000
810-7129	9450 Payment-Ref. Bond Escrow Agent	0	0	12,673,000	0	12,673,000	0	12,673,000
810-7129	7201 Interest-Bonds	617,833	617,833		124,454	493,379	224,851	268,528
<b>%20</b> -7129	9352 Trans to Fund 2522 30M Ref Bonds Series 2008A DS	0	0	124,454	0	124,454	0	124,454
	Total Fund Expenditures	1,669,973	1,669,973	15,129,454	124,454	16,674,973	- <u>}</u>	

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Date

By Board of County Commissioners At Meeting of April 15, 2008

**Deputy Clerk to the** 

**Board of County Commissioners** 

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BGEX BGRV

**FUND 2023 20M SS#3 800 MHZ DS Reserve** 

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBER	ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	II	NCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF	REMAINING BALANCE
REVENUES									
800-4100	8901 Balance Brought Forward	0	1	0	256,524	0	256,524		
	Total Fund Revenue	0	-	0	256,524	0	256,524		
EXPENDITURES	<u>i</u>								
810-9903	9911 Reserve for Future DS Payments	0	•	0	256,524	182,000	74,524	0	74,524
<b>\$30-</b> 7178	9106 Trans to Fund 2008 20.2M SS #3 800 MHZ DS	0	,	0	182,000	0	182,000	0	182,000
	Total Fund Expenditures	0		0	438,524	182,000	256,524		
	· · · · · · · · · · · · · · · · · · ·	Signatures		D	ate		В	y Board of County C	ommissioners

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At Meeting of
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**BGEX 420 BGRV 420** 

FUND 2406 50.8M SS #1 1987 DS

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							EXPENDED/	
		ORIGINAL	<b>CURRENT</b>			<b>ADJUSTED</b>	<b>ENCUMBERED</b>	REMAINING
ACCT.NUMBER	ACCT. NAME	BUDGET	BUDGET	INCREASE	DECREASE	BUDGET	AS OF 03/28/08	BALANCE
REVENUES								
810-4100	8352 Trans from Fund 2522 30M Ref Bonds Series 2008A DS	0	0	12,875,000		12,875,000		
	Total Fund Revenues	2,086,340	2,086,340	12,875,000		14,961,340		
<b>EXPENDITURES</b>								
810-7127	9450 Payment-Ref. Bond Escrow Agent	0	0	12,875,000		12,875,000	0	12,875,000
	Total Fund Expenditures	2,086,340	2,086,340	12,875,000		14,961,340		
		Signatures		Date		T	by Roard of County Co	ammissioners

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By Board of County Commissioners At Meeting of April 15, 2007

Deputy Clerk to the

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**BGEX 420 BGRV 420** 

FUND 2025 12M SS #5 FAU/Scripps Grant DS

Use this form to provide budget for items not anticipated in the budget.

ACCT.NUMBER	ACCT. NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 03/28/08	REMAINING BALANCE
REVENUES								
810-4100	8352 Trans from Fund 2522 30M Ref Bonds Series 2008A DS	0	0	3,836,195	0	3,836,195		
810-4100	8241 Trans from Fund 3025 SS#5 2004 FAU/Scripps	0	0	163,805	0	163,805		
	Total Fund Revenues	2,242,388	2,242,388	4,000,000	0	6,242,388		
EXPENDITURES								
810-7133	7320 Advance Refunding Escrow	0	0	163,805	0	163,805	. 0	163,805
810-7133	9450 Payment-Ref. Bond Escrow Agent	0	0	3,836,195	0	3,836,195	0	3,836,195
	Total Fund Expenditures	2,242,388	2,242,388	4,000,000	0	6,242,388		
D. C.		Signatures		Date		В	By Board of County Co	mmissioners

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4/7/08

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April 15, 2007
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