

5D-2

Department: Office of Financial Management & Budget

Motion and Title: Staff recommends motion to:

B) Approve a Budget Amendment of \$16,500,000 in the Public Improvement Revenue Bonds Four Points Facility Capital Fund to record the loan proceeds and appropriate funding for capital projects and cost of issuance and authorize OFMB to make minor changes in the budgets for loan or note proceeds and cost of issuance.

Summary: On April 29, 2009 the County received bids from two Banks which were rejected by staff and the County's financial advisor. Staff requested and received approval for a variable rate loan from the Sunshine State Governmental Financing Commission to finance the capital improvements. The current annual costs on the Sunshine State loan will range from 2.5% to 3% including liquidity, which is subject to credit approval by the liquidity bank. The above Resolution authorizes the Sunshine State Loan and delegates to the Chairman the authority to consummate the Loan. If for any reason the Loan is not finalized, the Resolution authorizes the negotiated sale of a short-term Bond Anticipation Note to finance the projects and delegates to the Chairman the authority to consummate the sale and award the Note. The costs of issuance are payable from the proceeds of the Loan or Note. **Countywide (PFK)**

Background and Justification: On April 21, 2009, the Board approved a Resolution (R-2009-0698) authorizing the issuance of not to exceed \$16.2 Million Public Improvement Revenue Bonds (Four Points and Other Public Building Projects), Series 2009 to finance the cost of renovation, construction and equipping of public improvement facilities. The County received two bids in response to its request for proposals, one of which was non-responsive and the other was at an interest rate that was considerably above the current market for fixed rate non-ad valorem revenue bonds. Staff rejected the bids and recommended the Loan or the Note.

1. Resolution (On File in OFMB)
2. Budget Amendment

5/14/09
Date

5/14/09
Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Loan Proceeds	(16,500,000)				
Capital Projects	16,100,000				
Costs of issuance	400,000				
Debt Service Costs		1,303,900	1,303,930	1,303,930	1,303,940
External Revenues					
Program Income (County)					
In-Kind Match (County)					
 NET FISCAL IMPACT	 0	 1,303,900	 1,303,930	 1,303,930	 1,303,940
 No. ADDITIONAL FTE POSITIONS (Cumulative)					

Is Item Included In Current Budget? Yes _____ No X
 Budget Account No.: Fund _____ Department _____ Unit _____
 Object _____ Reporting Category _____

B. Recommended Sources of Funds/Summary of Fiscal Impact:

Debt Service will be funded from legally available non-ad valorem revenues.

C. Departmental Fiscal Review: _____

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Dev. and Control Comments:

Red 5/14/09 5/14/09 OFMB 5/13/09 N/A
 Contract Dev. and Control

B. Legal Sufficiency:

Paul F. Jr 5/14/09
 Assistant County Attorney

C. Other Department Review:

 Department Director

REVISED 9/03
 ADM FORM 01

(THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.)

09- 0997

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

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FUND 3065 Public Improv. Rev. Bonds 2009 Four Points 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	REMAINING BALANCE
<u>REVENUES</u>								
810/4100/8401	Bond Proceeds	0	0	16,500,000		16,500,000		
	Total Fund Revenue	1,967,768	0	16,500,000	0	16,500,000		
<u>EXPENDITURES</u>								
411/B381/4907	Building Improvement Non-Capital	0	0	14,100,000		14,100,000		
411/B308/4907	Building Improvement Non-Capital	0	0	2,000,000		2,000,000		
810/7301/7305	Issue Costs	0	0	400,000		60,000		
	Total Fund Expenditures	1,967,768	0	16,500,000	0	16,500,000		

INITIATING DEPARTMENT/DIVISION
Administration/Budget Department Approval
OFMB Department - Posted

5/14/09

[Signature]

5/14/09

Date

5-14-09

By Board of County Commissioners
At Meeting of
May 19, 2009
Deputy Clerk to the
Board of County Commissioners