Agenda Item #: 36 - 1

PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

Meeting Date: May 4, 2010 [X] Consent [] Regular [] Ordinance [] Public Hearing Department: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motion to approve

A) Budget Amendment of \$11,598,107 in the \$11,598,107 Taxable Public Improvement Revenue Bonds, Series 2010 (Convention Center Hotel Project) Debt Service Fund to record the bond proceeds, issue cost and the transfer to the \$11,543,892 Taxable Public Improvement Revenue Bond Anticipation Notes, (Convention Center Hotel Project), Series 2007 debt service fund for the payment of the principal of the 2007 BANS.

B) Budget Amendment of \$11,543,892 in the \$11,543,892 Taxable Public Improvement Revenue Bond Anticipation Notes, (Convention Center Hotel Project), Series 2007 Debt Service Fund to record budget transfer from the Series 2010 Bonds debt service fund for the payment of principal on the Series 2007 BANS.

Summary: On April 20, 2010, the Board authorized the issuance of the Taxable Public Improvement Revenue Bonds (Convention Center Hotel Project) in an amount not to exceed \$11,604,000 for the purpose of paying, together with other legally available funds of the County, the principal of \$11,543,892 of the Series 2007 BANS and the cost of issuance of the Series 2010 Bonds. The budget amendment and transfer set up the sale of the Series 2010 Bonds and the payment of principal on the Series 2007 BANS. <u>Countywide (PFK)</u>

Background and Justification: On April 5, 2005, the Board authorized the issuance of Public Improvement Revenue Bonds (Convention Center Hotel Project) in one or more series for the purpose of financing the cost of acquiring a site adjacent to the County's convention center and developing a convention center hotel thereon. The Board authorized the initial BANS (R-2005-0808) in the amount of \$10.5 Million to provide the financing for the cost of acquiring the convention center hotel site, paying preliminary architectural, engineering and legal fees associated with the convention center hotel site, and cost of issuance of the BANS. In April, 2007, these BANS were refinanced for a three year period ending May 1, 2010 with the expectation that the BANS would be paid off with revenue bonds issued for the construction of a convention center hotel by Ocean Properties. In FY 2009, the contracts with Ocean Properties were cancelled by the Board. Staff is now recommending that the County seek permanent financing for the convention center hotel site. The request for proposals was reviewed and approved by the County Financing Committee as was the subsequent winning bidder, PNC, Bank.

Attachments:

1. Budget Amendments

Recommended by:	Elizalith Blo Department Director	esn 4/28/10 Date	
Approved By:	County Administrator	4/30/10 Date	

A. Five Year Summary of Fiscal Impact:

	Fiscal Years	2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Issue Debt Exter Progr	Proceeds Costs Service Costs nal Revenues ram Income (County)	(<u>11,598,107)</u> <u>54,215</u> <u>11,543,892</u> y)	<u>1,420,782</u>	<u>1,110,131</u>	<u>1,109,330</u>	<u>1,108,485</u>
NET	FISCAL IMPACT	0	<u>1,420,782</u>	<u>1,110,131</u>	<u>1,109,330</u>	<u>1,108,485</u>
	ADDITIONAL FTE ITIONS (Cumulative	e)				
ls Iter Budg Objec	m Included In Curre et Account No.: ct Rep	ent Budget? Fund orting Categ	Yes Departm ory	No <u>X</u> nent	Unit	
В.	Recommended So	ources of Fu	nds/Summa	ry of Fiscal	Impact:	
C.	Departmental Fise	cal Review:				-1000401
Α.	OFMB Fiscal and		28/10			ol
В.	Legal Sufficiency					
	Paul Assistant Coupty	Attorney	9/10			
c.	Other Departmen	t Review:				
	Departmen	t Director				
ADM	ISED 9/03 FORM 01 S SUMMARY IS NO	T TO BE USE	ED AS A BAS	SIS FOR PA	YMENT.)	

2010 - OP12

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY, FLORIDA BUDGET AMENDMENT

Fund 2523 11.5M NAV Tax 10 DS, Ref 11M Conv Hotel BAN 07

BGRV BGEX

ACCOUNT NA	ME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 02/21/09	REMAINING BALANCE
Revenues								
810-4100-8401 Bond Proce	eeds	0	0	11,598,107	0	11,598,107		
TOTAL RECEIPTS & BAL	ANCES	0	0	11,598,107	0	11,598,107		
Expenditures								
810-7187-7305 Issue Cost 810-7187-9389 Tr. to 11.51	M Note Tax Refunding 07 debt service	0 0	0 0	54,215 11,543,892	0 0	54,215 11,543,892		54,215 11,543,892
TOTAL APPROPRIATION	S & EXPENDITURES	0	0	11,598,107	0	11,598,107		
Economic	0.P	Signatures	s & Dates		BY BOARD (OF COUNTY COMM AT MEETING OF	USSIONERS	

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

May 4, 2010 Deputy Clerk to the **Board of County Commissioners**

2010 - OP13

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY, FLORIDA **BUDGET AMENDMENT**

Fund 2037 11.5M Note Tax Refunding 07 DS, Conv Cntr Hotel

BGRV 420 04211*297 BGEX 420 04211*1175

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ACCOUN	T NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 02/21/09	REMAINING BALANCE
Revenues								
	rom 11.598M Taxable Public Improvement nue Bond 2010, Fund 2523	0	0	11,543,892	0	11,543,892		
TOTAL RECEIPTS &	BALANCES	0	0	11,543,892	0	11,543,892		
Expenditures								
810-7169-7101 Princi	pal Payment Bonds	0	0	11,543,892	0	11,543,892		11,543,892
TOTAL APPROPRIAT	TIONS & EXPENDITURES	0	0	11,543,892	0	11,543,892		

Economic Development Signatures & Dates AT MEETING OF INITIATING DEPARTMENT/DIVISION May 4, 2010 Administration/Budget Department Approval **OFMB** Department - Posted **Board of County Commissioners**

BY BOARD OF COUNTY COMMISSIONERS

Deputy Clerk to the