EXHIBITS TO THE BOND RESOLUTION ARE VOLUMINOUS AND ARE AVAILABLE FOR REVIEW IN THE OFFICE OF THE COUNTY ATTORNEY

Agenda Item #:

# 4D

# PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

#### **AGENDA ITEM SUMMARY**

Meeting	$D^{\alpha + \alpha}$
weemin	Date.

**February 5, 2013** 

[ ] Consent

[] Regular

[ ] Ordinance

[X] Public Hearing

Department:

**Department of Economic Sustainability** 

#### I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to: (A) conduct a Tax Equity & Fiscal Responsibility Act (TEFRA) Public Hearing concerning the issuance of not to exceed \$10,500,000 of Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013A (the "Series 2013A Bonds"), which together with the Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013B (Taxable) (the "Series 2013B Bonds" collectively with the Series 2013A Bonds, the "Bonds") will fund a loan to Bright Futures Academy Charter School, Inc. (the "Borrower"), a Florida not-for-profit corporation which is exempt from taxation pursuant to Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, and (B) adopt a Resolution (i) authorizing the issuance of the Bonds and (ii) approving the form of and authorizing the execution and delivery of documents in connection with the issuance of the Bonds, including an Indenture of Trust, Loan Agreement, Mortgage, and Bond Purchase Agreement and approving the form of a Preliminary Official Statement.

Summary: On December 4, 2012, the Board of County Commissioners (BCC) approved the application of the Borrower for the issuance of Bonds by the County in an amount not to exceed \$10,500,000. Proceeds of the Bonds will finance all or a portion of the costs of acquiring, constructing, reconstructing and equipping educational facilities to be located at 13205 US Highway One, Juno Beach, Florida, a municipal corporation located in the County (the "Project"), to pay interest on the Bonds for an initial period, to fund a debt service reserve for the Series 2013A Bonds and to pay certain costs incurred in connection with the issuance of the Bonds. The Bonds will be payable solely from revenues derived from operation of the Bright Futures Academy Charter School. The Economic Impact Analysis demonstrates a positive impact of \$75 Million over five (5) years for the Bright Futures Project. Neither the taxing power nor the faith and credit of the County, nor any County funds shall be pledged to pay principal or redemption premium, if any, or interest on the Bonds. District 1 (PFK)

**Background and Policy Issues:** As required under the Internal Revenue Code, the County must conduct the required TEFRA Public Hearing in connection with the issuance of the Series 2013A Bonds. The bond resolution approves the issuance of the Bonds and approves the bond financing documents.

#### Attachments:

1. Bond Resolution. (The exhibits are voluminous and are available in the County Attorney's Office.)

2. Economic Impact Analysis

Recommended By:

Denartment Directo

Date

Approved By:

Assistant County Administrator

Date

## II. FISCAL IMPACT ANALYSIS

## A. Five Year Summary of Fiscal Impact:

Capital Expenditures Operating Costs External Revenues (\$42,000) Program Income In-Kind Match (County) NET FISCAL IMPACT (\$42,000)  # ADDITIONAL FTE POSITIONS (cumulative) In tem Included In Current Budget? Yes No udget Account No.:  Unid Dept Unit Object Program Code/Period  Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review: Shairette Major, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  OFMB Fiscal Sufficiency: Contract Development and Control Comments:	Eiggal Vaama		2042	2044	2045	2042	004=
Operating Costs  External Revenues  (\$42,000)  Program Income In-Kind Match (County)  NET FISCAL IMPACT  (\$42,000)  # ADDITIONAL FTE POSITIONS (Cumulative)  In the Included In Current Budget? Yes No  In	Fiscal Years		2013	2014	2015	2016	2017
External Revenues (\$42,000)  Program Income In-Kind Match (County)  NET FISCAL IMPACT (\$42,000)  # ADDITIONAL FTE POSITIONS (Cumulative)  # Included In Current Budget? Yes No  # Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review: Shairette Majov, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  Contract Development and Control Comments:	<u> </u>						
Program Income In-Kind Match (County)  NET FISCAL IMPACT (\$42,000)  # ADDITIONAL FTE POSITIONS (cumulative)  sitem Included In Current Budget? Yes No und Dept Unit Object Program Code/Period  i. Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  i. Departmental Fiscal Review:				141			
In-Kind Match (County)  NET FISCAL IMPACT (\$42,000)  # ADDITIONAL FTE POSITIONS (Cumulative)  s Item Included In Current Budget? Yes No und Dept Unit Object Program Code/Period  i. Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  i. Departmental Fiscal Review: Shairette Majov, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  OFMB Fiscal and/or Contract Development and Control Comments:	<del></del>		(\$42,000)				
# ADDITIONAL FTE POSITIONS (Cumulative)  s Item Included In Current Budget? Yes No  und Dept Unit Object Program Code/Period  B. Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review:	Program Income	э		1.00.00			
# ADDITIONAL FTE POSITIONS (Cumulative)  sitem included in Current Budget? Yes No	In-Kind Match (	County)					
Stem Included In Current Budget? Yes No	NET FISCAL IM	IPACT	(\$42,000)				
Jund Dept Unit Object Program Code/Period  Recommended Sources of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review:		II					
DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review: Shairette Major, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  Contract Development and Control  Legal Sufficiency:  Assistant County Attorney  State of Funds/Summary of Fiscal Impact:  DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Contract Development and Control  Contract Development and Control  Assistant County Attorney	s Item Included Budget Account I	In Current No.:	Budget? Yes	·	10 <u>/</u>		
DES will receive approximately \$42,000 in application and financing fees if bonds are approved.  Departmental Fiscal Review:  Shairette Major, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  OFMB  Contract Development and Control  Contract Development and Control  Contract Development and Control  Contract Development and Control  Assistant County Attorney  Assistant County Attorney	und Dep	t Unit	tObject	Pro	gram Code	Period	***********
Departmental Fiscal Review:  Shairette Majov, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  Contract Development and Control  Control  Contract Development and Control  Contract Developme	B. Recomme	ended Sour	ces of Funds/S	Summary o	of Fiscal Im	pact:	
Departmental Fiscal Review:  Shairette Majov, Fiscal Manager I  III. REVIEW COMMENTS  OFMB Fiscal and/or Contract Development and Control Comments:  Contract Development and Control  Control  Contract Development and Control  Contract Developme				_			, food if
OFMB Fiscal and/or Contract Development and Control Comments:  OFMB  OFMB  OFMB  Contract Development and Control  1-31-18-18 whether  Assistant County Attorney  Assistant County Attorney				,uuu in ap	plication ar	ia iinancing	j rees ir
OFMB Fiscal and/or Contract Development and Control Comments:  OFMB  OFMB  OFMB  Contract Development and Control  1-31-18-18 whether  Assistant County Attorney  Assistant County Attorney	C. Departme	ntal Fiscal	Review: Sha	irette Majo	// —— v, Fiscal Ma	/-25-/ nager l	3
OFMB  Contract Development and Control  1-31-18 18 wheeler  Assistant County Attorney  Assistant County Attorney							
OFMB  Contract Development and Control  1-31-18 18 wheeler  Assistant County Attorney  Assistant County Attorney	OEMB Fig	cal and/or	<del>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</del>			Commonte:	
Legal Sufficiency:  21-31-18/18 white  Assistant County Attorney	i. Of MD 1 is	cai alla/oi	Contract Devel	opinent a		oomments.	•
Legal Sufficiency:  21-31-18/18 white  Assistant County Attorney							
Legal Sufficiency:  21-31-18/18 white  Assistant County Attorney							
Legal Sufficiency:  21-31-18/18 white  Assistant County Attorney	,		2 1/2/2012	A	. S. Ja	alahii	···.
Paul F-5 2/1/13 Assistant County Attorney	OFMB	SPEN SPON	in the adjus	Contract	t Developm	ent and Con	trol
• • • • • • • • • • • • • • • • • • •	3. Legal Suf	ficiency:					
Other Department Review:	D	IF.	2/1/	13			
	Assistant (	Jounty Attol	•				
			•				

Department Director

#### **RESOLUTION NO. R-2013-**

A RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, AUTHORIZING THE NEGOTIATED SALE OF ITS PALM BEACH COUNTY, FLORIDA, REVENUE BONDS (BRIGHT FUTURES ACADEMY PROJECT), SERIES 2013A (THE "SERIES 2013A BONDS") AND ITS PALM BEACH COUNTY, FLORIDA, REVENUE BONDS (BRIGHT FUTURES ACADEMY PROJECT), SERIES 2013B (TAXABLE) (THE "SERIES 2013B BONDS" AND TOGETHER WITH THE SERIES 2013A BONDS, THE "BONDS") IN AN AGGREGATE PRINCIPAL AMOUNT NOT EXCEEDING \$10,500,000; APPROVING THE ISSUANCE OF THE SERIES 2013A BONDS WITHIN THE MEANING OF SECTION 147(f) OF THE INTERNAL REVENUE CODE OF 1986, AS AMENDED; DETERMINING CERTAIN DETAILS OF THE BONDS; APPROVING AND AUTHORIZING THE EXECUTION AND DELIVERY OF THE BONDS: APPROVING AUTHORIZING THE EXECUTION AND DELIVERY OF A LOAN AGREEMENT TO PROVIDE SECURITY FOR SUCH BONDS; APPROVING AUTHORIZING THE EXECUTION AND DELIVERY OF AN INDENTURE OF TRUST BETWEEN THE COUNTY AND THE U.S. BANK NATIONAL ASSOCIATION, AS TRUSTEE; APPROVING AND AUTHORIZING THE EXECUTION AND DELIVERY OF CERTAIN OTHER DOCUMENTS, INCLUDING A BOND PURCHASE AGREEMENT; APPROVING THE FORM AUTHORIZING DISTRIBUTION OF A PRELIMINARY LIMITED OFFERING MEMORANDUM AND AUTHORIZING THE DELIVERY OF A FINAL LIMITED OFFERING MEMORANDUM FOR THE BONDS; APPROVING UNDERWRITER AND TRUSTEE; **AUTHORIZING** THE REGISTRATION OF THE BONDS UNDER A BOOK-ENTRY SYSTEM; AUTHORIZING THE PROPER OFFICERS OF THE COUNTY TO DO ALL OTHER THINGS DEEMED NECESSARY OR ADVISABLE IN CONNECTION WITH THE SALE AND DELIVERY OF THE BONDS; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, Bright Futures Academy Charter School, Inc. (the "Borrower") is a Florida not-for-profit corporation which is exempt from taxation pursuant to Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, which leases and operates certain education facilities, two campuses located in North Palm Beach and one campus located in Palm Beach Gardens within Palm Beach County, Florida (the "County"); and

WHEREAS, pursuant to the provisions of the Florida Constitution, Part II of Chapter 159, Florida Statutes, as amended, Chapter 125, Florida Statutes, as amended, and other applicable provisions of law (the "Act") and the policies of the County, the Borrower has submitted an application (the "Application") to the County requesting that the County issue, pursuant to the provisions of the Act, revenue bonds in an aggregate principal amount not exceeding \$10,500,000 (i) to finance all or a portion of the costs of acquiring, constructing, reconstructing and equipping educational facilities located in the Town of Juno Beach (the "Project"), within the County, (ii) to pay interest on the Bonds (as hereinafter defined) for an initial period, (iii) to fund a debt service reserve for the Bonds (as hereinafter defined), and (iv) to pay certain costs incurred in connection with the issuance of the Bonds; and

WHEREAS, County staff having found the Borrower's Application meeting the necessary requirements for the County to consider the issuance of revenue bonds for the primary purpose of financing the Project, the Board of County Commissioners of Palm Beach County, Florida, the governing body of the County (herein, the "Board") desires to evidence its approval of (i) the Application (ii) the issuance by the County of its not exceeding \$10,500,000 in original aggregate principal amount of Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013A Bonds") and Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013B (Taxable) (the "Series 2013B Bonds", and collectively with the Series 2013A Bonds, the "Bonds") to finance all or a portion of the costs of the Project, to pay interest on the Bonds for an initial period, to fund a debt service reserve fund for the Bonds, and to pay certain costs of issuance and (iii) the lending of the proceeds from the sale of the Bonds to the Borrower for the primary purpose of financing the Project, all subject to the limitations and conditions set forth in this Resolution; and

WHEREAS, the Board hereby determines that the financing of the Project will serve a paramount public purpose by advancing the public health, education and general welfare of the State and its people; and

Attachment #1

WHEREAS, on this date, the Board held a public hearing (the "Public Hearing") regarding the proposed financing of the Project through the issuance by the County of the Series 2013A Bonds, as required by Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"); and

WHEREAS, there was published, at least fourteen (14) days prior to the Public Hearing, a notice of such hearing, proof of publication of such notice being attached hereto as <u>Exhibit A</u>; and

WHEREAS, it is intended that this Resolution shall constitute the approval of the issuance of the Series 2013A Bonds required by Section 147(f) of the Code; and

**WHEREAS**, the proceeds of the Bonds will be loaned to the Borrower pursuant to the terms and provisions of that certain Loan Agreement (the "Loan Agreement") by and among the County, the Trustee (as hereinafter defined) and the Borrower in substantially the form attached hereto as <a href="Exhibit B">Exhibit B</a> and the proceeds will be used by the Borrower to finance all or a portion of the costs of the Project, to pay interest for an initial period and to pay costs of issuance of the Bonds; and

**WHEREAS**, the Board hereby determines that it would be in the best interest of the County to enter into that certain Indenture of Trust (the "Indenture") by and between the County and the Trustee for the purpose of setting forth the terms, conditions and covenants that are necessary to secure the Bonds and protect the rights of the holders of the Bonds and the Board deems it advisable for the County to enter into the Indenture with respect to the Bonds, in substantially the form attached hereto as <a href="Exhibit C">Exhibit C</a>; and

WHEREAS, in connection with the sale of the Bonds, the Board hereby determines, in the manner provided in this Resolution, that it would be in the best interest of the County to sell the Bonds on a negotiated basis and to approve the form of and accept the terms of a Bond Purchase Agreement (the "Bond Purchase Agreement") by and among the County, the Borrower and RBC Capital Markets, LLC, as underwriter (the "Underwriter"), in substantially the form attached hereto as Exhibit D; and

WHEREAS, in addition to the proof of publication of the Public Hearing, the Loan Agreement, the Indenture and the Bond Purchase Agreement, there has been prepared and submitted to the Board a Preliminary Limited Offering Memorandum (the "Preliminary Limited Offering Memorandum") to be used in connection with the offering and sale of the Bonds, in substantially the form attached hereto as <a href="Exhibit E">Exhibit E</a>.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA:

**SECTION 1.** Recitals. That the recitals set forth above are adopted by the Board as the findings of the County and are incorporated herein.

**SECTION 2.** <u>Definitions</u>. That the capitalized words and terms referred to in Article I of the Indenture, unless a different meaning clearly appears from the context, shall have the same meanings, if used, in this Resolution.

**SECTION 3.** <u>TEFRA Approval</u>. That the Series 2013A Bonds are hereby approved within the meaning of Section 147(f) of the Code.

**SECTION 4.** Authorization of Bonds. That, for the purpose of financing the costs of all or a portion of the Project, paying interest on the Bonds for an initial period, funding a debt service reserve for the Bonds and paying costs of issuance of the Bonds, there are hereby authorized to be issued by the County its Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013A and Palm Beach County, Florida Revenue Bonds (Bright Futures Academy Project), Series 2013B (Taxable) in an aggregate principal amount of not exceeding \$10,500,000.

**SECTION 5.** Security for the Bonds. The principal of, or redemption price, and interest on, the Bonds will be payable solely from the sources set forth in the Indenture. Neither the members of the Board nor any person executing any of the Bonds shall be liable personally on any of the Bonds by reason of the issuance thereof. The Bonds are special and limited obligations of the County and will not be a debt of the County (except as provided in the Indenture), the State of Florida (the "State") or any other political subdivision thereof, and neither the faith and credit nor the taxing power of the County, the State or any other political subdivision thereof will be pledged to the payment of the principal of, or redemption price, or purchase price or interest on any of the Bonds.

SECTION 6. Approval and Execution of Loan Agreement. That the form of the Loan Agreement presented at this meeting and attached hereto as Exhibit B, by and among the County, the Trustee and the Borrower, is hereby approved and adopted by the County, together with such changes, modifications and deletions as may be deemed necessary and appropriate. The Mayor, Vice Mayor or any Designated Member is hereby authorized to execute and deliver on behalf of the County, and the Clerk (or, in her absence, any Deputy Clerk) of the County is authorized to affix the Seal of the County and attest to the execution of the Loan Agreement in the form presented to this meeting together with such changes, modifications and deletions as the officer of the Board executing the same may deem necessary and appropriate with the advice of Bond Counsel and the County Attorney, such execution and delivery to be conclusive evidence of the approval and authorization thereof by the County.

**SECTION 7.** Approval and Execution of Indenture. That the form, terms and provisions of the Indenture presented at this meeting and attached hereto as Exhibit C, between the County and U.S. Bank National Association, as trustee (the "Trustee"), is hereby approved and adopted by the County, together with such changes, modifications and deletions as may be deemed necessary and appropriate. The Mayor, Vice Mayor or any Designated Member is hereby authorized to execute and deliver on behalf of the County, and the Clerk (or, in her absence, any Deputy Clerk) of the County is authorized to affix the Seal of the County and attest to the execution of the Indenture in the form presented to this meeting together with such changes, modifications and deletions as the officer of the Board executing the same may deem necessary and appropriate with the advice of Bond Counsel and the County Attorney, such execution and delivery to be conclusive evidence of the approval and authorization thereof by the County.

**SECTION 8.** <u>Details of the Bonds</u>. That the proceeds of the Bonds shall be applied, the Bonds shall mature in the year or years and in the amounts, bear interest at such rates, be subject to optional and mandatory tender, and be subject to redemption, all as provided in the Indenture. The execution of the Indenture shall constitute approval of such terms as set forth in this Section 8.

**SECTION 9.** Appointment of Trustee, Tender Agent, Paying Agent and Bond Registrar. That U.S. Bank National Association, having its designated corporate trust office in Orlando, Florida, is hereby appointed Trustee and Bond Registrar under the Indenture.

**SECTION 10.** Negotiated Sale of Bonds Authorized. That, based on current market conditions, the structure of the Bonds, the volatility of interest rates, the flexibility afforded by a negotiated sale and the nature and size of the financing, the Board hereby finds that it is necessary and in the best interest of the County that the Bonds be sold on a negotiated basis.

**SECTION 11.** Appointment of Underwriter. That the County hereby appoints RBC Capital Markets, LLC, as the Underwriter of the Bonds pursuant to the terms and provisions of the Bond Purchase Agreement.

**SECTION 12.** Sale of the Bonds. That the proposal submitted by the Underwriter offering to sell the Bonds on the terms and conditions set forth in the Bond Purchase Agreement by and among the County, the Borrower and the Underwriter substantially in the form attached hereto as Exhibit D, is hereby approved and adopted by the County. Subject to the last sentence of this Section 12, each of the Mayor, Vice Mayor or any person designated by the Mayor or Vice Mayor is hereby authorized to execute and deliver on behalf of the County, and the Clerk (or, in her absence, any Deputy Clerk) of the County is hereby authorized (if so required) to affix the Seal of the County and attest to the execution of the Bond Purchase Agreement in substantially the form presented at this meeting. The disclosure statement of the Underwriter, as required by Section 218.385 of the Florida Statutes, to be delivered to the County prior to the execution of the Bond Purchase Agreement, a copy of which is attached as an exhibit to the Bond Purchase Agreement, will be entered into the official records of the Board. The Bond Purchase Agreement when in final form as determined by the County Attorney and Bond Counsel may be executed by the County without further action provided that the initial interest rate on the Bonds does not exceed the lesser of the maximum legal rate or 8.00% per annum.

SECTION 13. Limited Offering Memorandum. The Board hereby approves the form of the Preliminary Limited Offering Memorandum, a form of which is attached hereto as Exhibit E. The use and distribution of the Preliminary Limited Offering Memorandum, by the Underwriter for the purpose of offering the Bonds for sale is hereby authorized. If, between the date hereof and the date of mailing of the Preliminary Limited Offering Memorandum it is necessary to make insertions, modifications and changes in the Preliminary Limited Offering Memorandum, Bond Counsel or Counsel to the County are hereby authorized to approve such insertions, changes and modifications. The form, terms and provisions of the final Limited Offering Memorandum relating to the Bonds shall be substantially as set forth in the Preliminary Limited Offering Memorandum. The Limited Offering Memorandum may be modified in a manner not inconsistent with the substance thereof and the terms of the Bonds as shall be deemed advisable by Bond Counsel or Counsel to the County. The County hereby authorizes the Limited Offering Memorandum when in final form to be used in connection with the offering and sale of the Bonds.

**SECTION 14.** Book-Entry Registration System. That the registration of the Bonds shall initially be by a book-entry only system and to evidence the same, the Mayor, Vice Mayor or any Designated Member is hereby authorized to execute and deliver on behalf of the County, and, if required, the Clerk (or, in her absence, any Deputy Clerk) of the County is hereby authorized to affix the Seal of the County and attest to the execution of any documents required to accomplish such system of registration.

**SECTION 15.** Agreement of County. That all covenants, stipulations, obligations and agreements contained in this Resolution and contained in the Indenture or other agreements to which the County is a party and which have been hereby approved by the County, shall be deemed to be the covenants, stipulations, obligations and agreements of the County and all such covenants, stipulations, obligations and agreements shall be binding upon the County.

**SECTION 16.** No Other Rights Conferred. That, except as herein otherwise expressly provided, nothing in this Resolution or in the Indenture, expressed or implied, is intended or shall be construed to confer upon any person or firm or corporation other than the County, the owners of the Bonds issued under the provisions of this Resolution and the Indenture, the Trustee and the Borrower, any right, remedy or claim, legal or equitable, under and by reason of this Resolution or any provision thereof or the Indenture or any provision thereof; this Resolution, the Indenture and all of its provisions being intended to be and being for the sole and exclusive benefit of the County, the owners from time to time of the Bonds issued under the provisions of this Resolution and the Indenture, the Trustee and the Borrower.

**SECTION 17.** Severability. That, in case any one or more of the provisions of this Resolution, the Agreement, the Indenture, the Bond Purchase Agreement or of any of the Bonds issued hereunder or any other agreement securing or relating to the Bonds shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any of the other provisions of this Resolution, the Agreement, the Indenture, the Bond Purchase Agreement or of said Bonds or other agreements, but this Resolution, the Agreement, the Indenture, the Bond Purchase Agreement, the other agreements and said Bonds shall be construed and enforced as if such illegal or invalid provision or provisions had not been contained therein.

**SECTION 18.** Further Actions. That the Mayor of the Board, each other member of the Board, the Clerk or any Deputy Clerk, the County Administrator and the Debt Manager, and any other authorized official of the County, be and each of them is hereby authorized and directed to execute and deliver any and all documents and instruments, to do and cause to be done any and all acts and things necessary or proper for carrying out the transactions contemplated by this Resolution.

**SECTION 19.** <u>Headings Not Part of this Resolution</u>. That any headings preceding the texts of the several sections of this Resolution shall be solely for convenience of reference and shall not form a part of this Resolution, nor shall they affect its meaning, construction or effect.

**SECTION 20.** Repealer. That all resolutions or proceedings, or parts thereof, in conflict with the provisions of this Resolution are to the extent of such conflict hereby repealed.

passage.	s Resolution shall take effect infinediately upon its
The foregoing Resolution was offered by moved its adoption. The motion was seco and being put to a vote, the vote was as for	Commissioner, who onded by Commissioner, billows:
	BURDICK - (ANA - BERGER ~
The Chairperson thereupon declared the <b>February</b> , <b>2013</b> .	Resolution duly passed and adopted this <u>5<sup>th</sup> day o</u>
	PALM BEACH COUNTY, FLORIDA, BY ITS BOARD OF COUNTY COMMISSIONERS
APPROVED AS TO FORM AND LEGAL SELF SUFFICIENCY	ATTEST: SHARON R. BOCK, CLERK & COMPTROLLER
Ву:	Ву:
Assistant County Attorney	Deputy Clerk

#### LIST OF EXHIBITS

EXHIBIT A - Proof of Publication

EXHIBIT B - Loan Agreement

EXHIBIT C - Trust Indenture

EXHIBIT D - Bond Purchase Agreement

EXHIBIT E - Preliminary Limited Offering Memorandum



#### **County Administration**

P.O. Box 1989 West Palm Beach, FL 33402-1989 (561) 355-2030

FAX: (561) 355-3982 www.pbcgov.com

#### Palm Beach County Board of County Commissioners

Shelley Vana, Chair
Steven L. Abrams, Vice Chairman

Karen T. Marcus

Paulette Burdick

Burt Aaronson

Jess R. Santamaria

Priscilla A. Taylor

#### County Administrator

Robert Weisman

"An Equal Opportunity Affirmative Action Employer"

Official Electronic Letterhead

#### INTEROFFICE MEMORANDUM

TO:

Paul King

Assistant County Attorney

FROM:

Sherry Howard

Deputy Director, Department of Economic Sustainability

DATE:

November 19, 2012

RE:

Industrial Development Bond Application

For Bright Futures Academy Charter School, Inc.

The Palm Beach County Department of Economic Sustainability (DES) has reviewed the Industrial Development Bond Application submitted by the Bright Futures Academy Charter School, Inc. to be used to purchase and renovate four buildings known as Seminole Plaza in Juno Beach, Florida.

The Application requests that Palm Beach County issue \$10,500,000 in Industrial Development Bonds (IDB). The proceeds from the bond sales will be used to pay for the purchase of land, buildings, the construction/renovation of said buildings and related costs with interest, associated with construction, debt service, etc. to accommodate the Bright Futures Academy Charter School which is currently operating out of several locations. The school will be consolidated at the above referenced Seminole Plaza location.

#### **Economic Analysis**

Bright Futures Academy (BFA) currently operates out of three separate locations and intends to consolidate to a single campus where it can centralize the instruction of its students. This will allow Bright Futures to better provide a more comprehensive and successful education program while helping to save costs in the long run. The Application states that when the construction and renovation are complete, there will be 125 full-time equivalent educational employees. DES conducted a Regional Economic Models Inc. (REMI) analysis showing the following economic impact for the project which reflects direct and indirect jobs as well as GDP which represents both compensation and profits.

	Year 2013	Year 2014	Year 2015	Year 2016	Year 2017
Employment	657	318	310	304	298
Economic Impact (GDP)	\$31.4 mil	\$11.9 mil	\$11.3 mil	\$10.8 mil	\$10.4 mil
Taxes	\$0	\$0	\$0	\$0	\$0



#### **County Administration**

P.O. Box 1989 West Palm Beach, FL 33402-1989 (561) 355-2030 FAX: (561) 355-3982 www.pbcgov.com

> Palm Beach County Board of County

> > Commissioners

Shelley Vaṇa, Chair

Steven L. Abrams, Vice Chairman

Karen T. Marcus

Paulette Burdick

Burt Aaronson

Tess B. Santamaria

Priscilla A. Taylor

#### County Administrator

Robert Weisman

"An Equal Opportunity Affirmative Action Employer"

Official Electronic Letterhead

REMI results indicate there is a positive economic impact over the next five years. There is no impact on taxes as the Applicant qualifies as a non-profit organization.

#### Financial Overview

- For financial statement purposes, BFA is considered a component unit of the Palm Beach County School District, which is the primary government entity for financial reporting. BFA has included separate statements of Balance Sheet for Government Funds and the Statement of Revenues, Expenditures and Changes in Fund Balance. The Fund Financial Statements reflect financing activities of BFA presented in the modified accrual basis of accounting, while BFA's Statement of Net Assets and the Statement of Activities are presented in the full accrual basis of accounting. Inter-fund activity has been removed from the financial statements for the most
- The proceeds from the bond sales will be used to fund the buildings, known as Seminole Plaza, at 13205 US Highway One, Juno Beach, FL.

## <u>Summary of Financial Statement for the Period Ended June 30, 2012</u>

BFA's Financial Statements were audited and they received an unqualified opinion from TCBA Watson Rice LLP. For the period ended June 30, 2012, they had a decrease in net assets of approximately \$255,000 primarily due to the substantial extinguishment of mortgages and other long-term debt totaling \$428,124 and BFA currently holds \$27,967 in long-term liabilities.

### Contributions of Project to Palm Beach County

<u>Locations</u> BFA operates at two complexes in North Palm Beach and a third in the City of Palm Beach Gardens. The goals of BFA include K-8 education with a focus on international studies.

History BFA represents the merger of Academy For International Studies, Inc into Bright Futures International, Inc. effective July 1, 2009. Bright Futures International Inc then made a legal name change to Bright Futures Academy Charter School, Inc. BFA operates as a Charter School pursuant to a Charter School Contract with the School District of Palm Beach County, Florida and provides an elementary school and middle school education to children who reside in Palm Beach County.



#### **County Administration**

P.O. Box 1989

West Palm Beach, FL 33402-1989
(561) 355-2030

FAX: (561) 355-3982

www.pbcgov.com



Palm Beach County Board of County Commissioners

Shelley Vana, Chair

Steven L. Abrams, Vice Chairman

Karen T. Marcus

Paulette Burdick

Burt Aaronson

Jess R. Santamaria

Priscilla A. Taylor

County Administrator

Robert Weisman

"An Equal Opportunity Affirmative Action Employer"

Official Electronic Letterhead

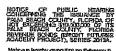
#### **Recommendation**

Based on the review of the Application, retained/created jobs, additional capital expenditures and the County's limited obligation, the Department of Economic Sustainability supports the Bright Futures Academy Charter School, Inc's. Application.

cc: Shannon LaRocque-Baas, P.E. Assistant County Administrator

## The Palm Beach Post REAL NEWS STARTS HERE

Palm Beach Daily News



2013, Pain Beach County, Florida die County I will content a point treating damp a mechan will come it seal and, or the topograph oction:

Jero Id. Timmpoon Member Chartes 501 North Chris Avenue, Sin Flori

persona en capacitation y as Carl estation in the proposed recognition of the common control of the common con

Street Localism of Educational Foothers 1930 billis. Highway One, June Besch. Fibrier 23406

A such meeting, postors will be given an opposite the process of the service, both control for the control for

#### STATE OF FLORIDA COUNTY OF PALM BEACH

Before the undersigned authority personally appeared Nadia Vagedes, who on oath says that she is Call Center Legal Advertising Representative of The Palm Beach Post, a daily and Sunday newspaper, published at West Palm Beach in Palm Beach County, Florida; that the attached copy of advertising for a Notice in the matter NOTICE OF PUBLIC HEARING CONCERNING THE was published in said newspaper in the issues of 01/11/2013. Affiant further says that the said The Post is a newspaper published at West Palm Beach, in said Palm Beach County, Florida, and that the said newspaper has heretofore been continuously published in said Palm Beach County, Florida, daily and Sunday and has been entered as second class mail matter at the post office in West Palm Beach, in said Palm Beach County, Florida, for a period of one year next preceding the first publication of the attached copy of advertisement; and affiant further says that she/he has neither paid nor promised any person, firm or corporation any discount rebate, commission or refund for the purpose of securing this advertisement for publication in the said newspaper. Also published in Martin and St. Lucie Counties.

Signed July Bull Man.

Sworn to and subscribed before 01/22/2013.

Who is personally known to me.

