

PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

Meeting Date:	March 12, 2013	[X] Consent	[] Regular
	T 1	Ordinance []	Public Hearing

Department: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motion to approve:

Budget Amendment of \$10,032,000 in the \$10.1M Public Improvement Revenue Bonds, Series 2013 Capital Project Fund to budget bond proceeds and costs of issuance.

Summary: On January 15, 2013, the Board approved R2013-0110 for the issuance of the Series 2013 bonds for the unified communications system (replace phone system) and to pay the cost of issuance of the bonds. Through a competitive bid process, PNC Bank will finance the bond for 7 years at 1.28%. The annual debt service is \$1.5 million and will begin in FY 2014. These budget amendments set up the budget for the sale of the Series 2013 Bonds. **Countywide (PFK)**

Background and Justification: On October 16, 2012, the Board authorized staff to proceed with the planning of a \$10million, three-year project to replace the County's 80 separate telephone systems with a single, modern, Unified Communications Systems. The proposed Unified Communications System, which uses the Voice over Internet Protocol (VoIP) technology, will leverage the County's robust data network, allowing ISS to obtain immediate cost savings by disconnecting AT&T voice circuits. This aspect of the project alone will result in a direct savings of approximately \$2.5 million annually. The bonds are secured by a covenant to budget and appropriate legally available non-ad valorem revenues with the source of payment being the General Fund.

Attachments:

1. Budget Amendment

Recommended by: Elizalith Ses 2/15/13
Department Director Date

Approved By: County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. FIV	ve Year Summary C	or riscai impai	Ct:			
	Fiscal Years	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Capitalissue Debt S Extern	Proceeds al Expenditures Costs Service Costs nal Revenues am Income (County)	(10,032,000) 10,000,000 32,000 ——————————————————————————————————		<u>1,501,314</u>	1,501,314 	<u>1,501,314</u>
No. A	FISCAL IMPACT ADDITIONAL FTE TIONS (Cumulative		1,501,314	1,501,314	1,501,314	<u>1,501,314</u> ———
Budge	n Included In Curre et Account No.: et Rep	Fund	_ Departme		Unit	
В.	Recommended Sc	ources of Fund	ds/Summary	of Fiscal Ir	npact:	
	onds are secured by source of the annua	al debt service.				•
C.	Departmental Fisc	al Review: _	5/9m	- 2/13	13 /	PAJ-141,3
Α.	OFMB Fiscal and/o		EW COMME		nts:	
	OFME alido	2/19/ 3 0/14/13pm/4	/12	N ∕ ract Dev. an	A	
B.	Legal Sufficiency:	·				
	Paul F. Assistant County	2/25 Attorney	113			
C.	Other Department	Review:				
	Department	Director				

REVISED 9/03 ADM FORM 01 (THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.) 2013 - 467

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY, FLORIDA BUDGET AMENDMENT

Fund 3071 - 10.1M NAV 12 CP, ISS VOIP

BGRV 021313*330 BGEX 021313*954

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED	REMAINING BALANCE
Revenues							
810-4100-8401 Bond Proceeds	0	0	10,032,000	0	10,032,000		
TOTAL RECEIPTS & BALANCES	0	0	10,032,000	0	10,032,000		
<u>Expenditures</u>							
491-I321-3404 Temp Serv/contracted Salaries	0	0	500,000	0	500,000		500,000
491-1321-5121 Data Procssng Sftwre/Accessres	0	0	2,000,000	0	2,000,000		2,000,000
491-I321-6405 Data Processing Equipment	0	0	5,000,000	0	5,000,000		5,000,000
491-I321-6411 Communication Equipment 810-7301-7305 Issuance Costs	0	0	2,500,000	0	2,500,000		2,500,000
610-7501-7505 Issuance Costs	0	0	32,000	0	32,000		32,000
TOTAL APPROPRIATIONS & EXPENDITURES	0	0	10,032,000	0	10,032,000	·	
			s & Dates			OF COUNTY COMM	ISSIONERS
INITIATING DEPARTMENT/DIVISION	- //h/~	- 24911) ,			March 12, 2013	
Administration/Budget Department Approval	Soull	DAN 11 2/19/13			Deputy Clerk to the		
OFMB Department - Posted					Board of County Commissioners		