

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2014	2015	2016	2017	2018
Capital Expenditures	_____	_____	_____	_____	_____
Operating Costs	_____	_____	_____	_____	_____
Debt Service Costs	* _____	* _____	* _____	* _____	* _____
External Revenues	_____	_____	_____	_____	_____
Program Income (County)	_____	_____	_____	_____	_____
In-Kind Match (County)	_____	_____	_____	_____	_____
NET FISCAL IMPACT	_____	_____	_____	_____	_____
NO. ADDITIONAL FTE POSITIONS (Cumulative)	_____	_____	_____	_____	_____

Is Item Included In Current Budget? Yes ___ No ___

Budget Account No.: Fund _____ Department _____ Unit _____
 Object _____ Reporting Category _____

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

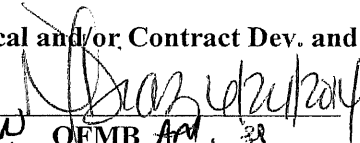
The Resolution authorizes the sale of Bonds. The debt service payments are secured by a pledge of ad valorem revenues.

*Debt service payments will decrease in future years; however, the amounts are not known until the bonds are sold.

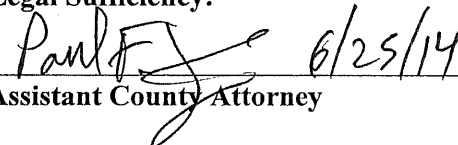
C. Departmental Fiscal Review: _____

III. REVIEW COMMENTS

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


 _____ N/A
 Contract Dev. and Control
Handwritten notes: SB 6/23, AN 6/24, OFMB AA 6/24, CR CDL

B. Legal Sufficiency:


 Assistant County Attorney

C. Other Department Review:

 Department Director

THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.
 WPB 383257753v5/013000.012700

B) Resolution of the Board of County Commissioners of Palm Beach County, Florida, authorizing the issuance of General Obligation Refunding Bonds, Series 2014 (Waterfront Access Projects) of Palm Beach County, Florida in the principal amount of not exceeding \$35,000,000 (the "Bonds"); authorizing the defeasance, payment and refunding of all or a portion of the outstanding \$30,000,000 General Obligation Bonds (Waterfront Access Projects), Series 2006 of which \$34,885,000 remains outstanding; providing for the payment of the Bonds from a tax on all taxable property within Palm Beach County; establishing the maturity schedule for the Bonds; authorizing the County Administrator or the Debt Manager of the County to publish through electronic means a summary notice of sale and to receive bids pursuant to a competitive sale of said Bonds and award the sale of said Bonds to the responsive bidder or bidders offering the lowest true interest cost to the County which shall not exceed three and one-half percent (3.50%); approving the execution and delivery of said Bonds; approving the form of and authorizing the execution and delivery of an Escrow Deposit Agreement; approving the form of and authorizing the execution and delivery of a Registrar/ Paying Agent Agreement; approving the preparation and use of a Summary Notice of Sale, an Official Notice of Bond Sale, a Preliminary Official Statement and Final Official Statement; authorizing the electronic dissemination of the Preliminary Official Statement and Official Statement; making certain covenants and agreements in connection with the Bonds; providing for the rights of the owners of the Bonds; appointing a Paying Agent and Bond Registrar; appointing an Escrow Agent; authorizing the registration of the Bonds pursuant to a book-entry system, providing for an undertaking required under Rule 15c2-12 of the Securities and Exchange Commission; providing for a repealer and providing an effective date.

Summary: On June 9, 2014, the County Financing Committee (CFC) approved the advance refunding of all or a portion of the County's General Obligation Bonds, Series 2006 (Library District Improvement Project), and all or a portion of the General Obligation Bonds, Series 2006 (Waterfront Access Projects), based on a target net present value savings for each series of not less than 5.00%. Each series of general obligation refunding bonds will be sold on a competitive basis. Upon the adoption of the resolutions, staff and the County's financial advisor will monitor market conditions. In a competitive sale, the County will, when conditions appear favorable, mail its preliminary official statements and official notices of bond sale. A summary notice of bond sale will also be published in The Bond Buyer. Such notice will set a date and time the bids by underwriters will be due which, under Florida law, must be at least 10 days from the date of the notice. The County will reserve the right to change the bid due date or cancel the sale, if market conditions should deteriorate. The resolutions provide that the Bonds of each series must have a true interest cost of not more than three and one half percent (3.50%) and each must achieve a net present value savings of at least five percent (5.00%) and thus no bid will be awarded unless such parameters are met. Upon closing, a portion of the proceeds of the Bonds of each series will be placed in escrow and invested in U.S. Securities. This escrow will be used to secure the refunded bonds and the new bonds will be secured by the previously voter-approved ad valorem taxes. **Countywide (PFK)**

Background and Justification: The County's Debt Management Policy stipulates that the net present value savings on the debt service of the refunding bonds is at least 5% unless interest rates are at historically low levels and future opportunities to achieve more savings are not likely to occur. The County's financial advisor informed the CFC that current interest rates were unusually low and that all indications were that they would begin to rise, so the County should move quickly to refund these bonds to maximize savings. At that time the total net present value savings was estimated at \$2,570,356 (\$711,235.15 for Library and \$1,859,120.73 for Waterfront Access). The CFC voted to move forward with the refundings through a competitive sale and instructed the financial advisor to monitor the market to determine the best time to move forward.