

**PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY**

REVISED

Meeting Date: July 1, 2014 Consent Regular
 Ordinance Public Hearing
 Department: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motions to adopt a:

- A) Resolution of the Board of County Commissioners of Palm Beach County, Florida authorizing the issuance of Public Improvement Revenue Refunding Bonds, Series 2014A and the issuance of Taxable Public Improvement Revenue Refunding Bonds, Series 2014B in the aggregate principal amount of not exceeding \$90,000,000 to refund certain outstanding obligations of the issuer; providing a method for determining the actual principal amounts, interest rates, maturity schedule and redemption provisions for such Series 2014 bonds; making certain provisions and delegating certain responsibilities with respect to the notice, bidding and sale of the Series 2014 bonds to the Mayor and the County Administrator; appointing an escrow agent, paying agent and registrar for the Series 2014 bonds; approving the forms of the Summary Notice of Sale, Official Notice of Sale and Official Bid Form with respect to such Series 2014 Bonds; authorizing the preparation and use of a preliminary official statement and authorizing the execution and delivery of a final official statement, escrow deposit agreement and paying agent and registrar agreement; providing for compliance with certain continuing disclosure requirements; providing certain other details with respect thereto; and providing for an effective date.

- B) Resolution of the Board of County Commissioners of Palm Beach County, Florida authorizing the issuance of Public Improvement Revenue Refunding Bonds, Series 2014A and Taxable Public Improvement Revenue Refunding Bonds, Series 2014B in the aggregate principal amount of not to exceed \$16,000,000, to refund certain outstanding obligations of the issuer; delegating certain responsibilities with respect to the sale of the Series 2014 bonds to the Mayor; authorizing the execution and delivery of an escrow deposit agreement; providing for the rights, securities and remedies for the owner of the Series 2014 bonds; making certain covenants and agreements in connection therewith; providing for severability; and providing an effective date.

Summary, and Background continued on page 3

Attachments:

- 1. Bond Resolution for not to exceed \$90 million.
- 2. Bond Resolution for not to exceed \$16 million.

Recommended by:

Elizabeth Krause

Department Director

June 19, 2014

Date

Approved By:

[Signature]

County Administrator

6/23/14

Date

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 non-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:

<p>_____ <i>6/18/14</i> OFMB <i>6/19</i></p>	<p align="center"><i>N/A</i></p> <p>_____ Contract Dev. and Control</p>
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B. Legal Sufficiency:
 _____ *6/27/14*
 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

Summary: The County's Financial Advisors have reviewed the Public Improvement Revenue Bonds (Parking Expansion), Series 2006, Public Improvement Revenue Bonds (Biomedical), Series 2007A, and Taxable Public Improvement Revenue Bonds (Biomedical), Series 2007B and determined that these bonds can be partially refunded for a savings. These will be refunded at a not to exceed amount of \$16 million on a competitive basis. In addition to these three series, the Public Improvement Revenue Bond (Biomedical), Series 2007C meets the 5% savings and may be eligible for refunding. If market conditions continue as is, the Series 2007C will be included in the refunding with a not to exceed amount of \$90 million.

Countywide (PFK)

Background and Justification: On June 5, 2014, the County Financing Committee (CFC) met to discuss the financing alternatives and recommended that, due to the current period of low interest rates, the County should proceed with the refunding for potential savings. The County reserves the right to cancel the sale if market conditions deteriorate. The County's Financial Advisor's will monitor market conditions to maximize savings. If the market allows for all four series to be refunded, it will be done through a competitive sale through an electronic platform to all underwriters to receive the best bid. If the Series 2007C is not included, the refunding will be a not to exceed \$16 million and will be a competitive direct bank placement. Closing is expected by the end of August.