

36-2

Agenda Item #:

PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY

Meeting Date: August 19, 2014 Consent Regular
 Ordinance Public Hearing
Department: Office of Financial Management & Budget
Submitted By: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motion to approve:

- A) A Budget Amendment of \$13,793,382 in the \$11.865M General Obligation Refunding Bonds, (Library District Project) Series 2014 debt service fund to budget bond proceeds, costs of issuance, and payment to refunding bond escrow agent.
- B) A Budget Amendment of \$32,194,614 in the \$28.035M General Obligation Refunding Bonds, (Waterfront Access Project) Series 2014 debt service fund to budget bond proceeds, costs of issuance, and payment to refunding bond escrow agent.

Summary: On July 1, 2014 the Board authorized the issuance of the Series 2014 Refunding Bonds for a partial refunding for the General Obligation Bonds, Series 2006 (Library District Projects) and the General Obligation Bonds, Series 2006 (Waterfront Access Projects) through a competitive sale as recommended by the County Financing Committee (CFC) and the County's Financial Advisor. Through an electronic bid process, the County awarded the sale of the Waterfront Access Projects Bonds to Raymond James and the Library District Projects Bonds to Citigroup Global Markets. The refunding will save the County approximately \$3.6 million (\$1 million on the Library District bonds and \$2.6 million on the Waterfront Access bonds) in debt service over the life of the bonds. The County's AAA credit rating increased the savings by approximately \$800,000 (\$200,000 on the Library District bonds and \$600,000 on the Waterfront Access bonds). Countywide (PFK)

Background and Justification: On June 9, 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. Upon the recommendation of the County's Financial Advisor and the CFC, the refunding was done through a competitive sale. The Bonds are secured by a pledge of ad valorem revenues.

Attachments:

- Budget Amendment in Fund 2531
 - Budget Amendment in Fund 2532
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-

Recommended by: _____

Elizabeth Blaser
Department Director

8/6/14
Date

Approved By: _____

[Signature]
County Administrator

8/8/14
Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Bond Proceeds	(39,900,000)	_____	_____	_____	_____
Premium on Bonds	(6,087,996)	_____	_____	_____	_____
Issue Costs	346,409	_____	_____	_____	_____
Payment to Escrow Ag	45,641,587	_____	_____	_____	_____
Debt Service Payments	_____	(147,308)	(60,393)	(395,393)	(400,243)
 NET FISCAL IMPACT	_____	(147,308)	(60,393)	(395,393)	(400,243)
No. ADDITIONAL FTE POSITIONS (Cumulative)	_____	_____	_____	_____	_____

Is Item Included In Current Budget? Yes _____ No X (Various Budgets)
 Budget Account No.: Fund _____ Department _____ Unit _____
 Object _____ Reporting Category _____

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

The debt service payments are secured by a pledge of ad valorem revenues.

C. Departmental Fiscal Review: _____

III. REVIEW COMMENTS

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

<p><i>Susan Neary</i> 8/6/14 _____ SB 8/6/14 BA OFMB AM 8/6/14</p>	<p><i>Ann-Jacqueline</i> 8/7/14 _____ Contract Dev. and Control B. J. Beckler</p>
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B. Legal Sufficiency:

Paul F. [Signature] 8/8/14

 Assistant County Attorney

C. Other Department Review:

 Department Director

2014 - 1033

BOARD OF COUNTY COMMISSIONERS
 PALM BEACH COUNTY, FLORIDA
 BUDGET AMENDMENT

FUND 2531 - 11.865M GO REF BNDS 13 (LIBRARY DIST PROJ) DS

BGRV 073014*607
 BGEX 073014*1669

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 7/30/2014	REMAINING BALANCE
Revenues							
810-4100-8501 Proceeds of Refunding Bonds	0	0	11,865,000	0	11,865,000		
810-4100-8511 Refunding Premium/Discount Revenue	0	0	1,928,382	0	1,928,382		
TOTAL RECEIPTS & BALANCES	0	0	13,793,382	0	13,793,382		
Expenditures							
810-7199-7305 Issue Costs	0	0	113,900	0	113,900	0	113,900
810-7199-9450 Payment Refund Bond Escrow Agent	0	0	13,679,482	0	13,679,482	0	13,679,482
TOTAL APPROPRIATIONS & EXPENDITURES	0	0	13,793,382	0	13,793,382		

Office of Financial Management and Budget

Signatures & Dates

BY BOARD OF COUNTY COMMISSIONERS

INITIATING DEPARTMENT/DIVISION

AT MEETING OF

Administration/Budget Department Approval

August 19, 2014

OFMB Department - Posted

Deputy Clerk to the

Board of County Commissioners

JK ek

[Handwritten Signature] 8/19/2014

2014 - 1034

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

FUND 2532 - 28.035M GO REF BNDS 13 (WATERFRONT ACCESS) DS

BGRV 073014*608
BGEX 073014*1670

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 7/30/2014	REMAINING BALANCE
Revenues							
810-4100-8501 Proceeds of Refunding Bonds	0	0	28,035,000	0	28,035,000		
810-4100-8511 Refunding Premium/Discount Revenue	0	0	4,159,614	0	4,159,614		
TOTAL RECEIPTS & BALANCES	0	0	32,194,614	0	32,194,614		
Expenditures							
810-7200-7305 Issue Costs	0	0	232,509	0	232,509	0	232,509
810-7200-9450 Payment Refund Bond Escrow Agent	0	0	31,962,105	0	31,962,105	0	31,962,105
TOTAL APPROPRIATIONS & EXPENDITURES	0	0	32,194,614	0	32,194,614		

Office of Financial Management and Budget

Signatures & Dates

BY BOARD OF COUNTY COMMISSIONERS

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

[Signature] 8/7/2014

AT MEETING OF
August 19, 2014
Deputy Clerk to the
Board of County Commissioners

[Handwritten initials]