

Agenda Item #:

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

Meeting Date: April 7, 2015 ☒ 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) Budget Amendment of \$78,814,672 in the \$63.6M Revenue Refunding Bonds, Series 2015 debt service fund to budget bond proceeds, costs of issuance, and payment to refunding bond escrow agent.
- B) Budget Amendment of \$16,561 in the \$29.4M Public Improvement Refunding Revenue Bonds, Series 2008A debt service fund to decrease the interest payment, increase transfer to the Revenue Refunding Bonds, Series 2015 debt service fund, and decrease the transfer from the General Fund.
- C) Budget Amendment of \$159,007 in the \$94.2M Public Improvement Revenue Bond, Series 2008-2 debt service fund to decrease the interest payment, increase the transfer to the Revenue Refunding Bonds, Series 2015 debt service fund, and decrease the transfer from the General Fund.
- D) Budget Transfer of \$175,568 in the General Fund to reduce transfers to various debt service funds and increase reserves.
- E) Budget Transfer of \$3,047,838 in the \$94.2M Public Improvement Revenue Bond, Series 2008-2 DSR debt service fund to reduce the debt service reserve and increase the transfer to the Revenue Refunding Bonds, Series 2015 debt service fund.

Summary: On January 13, 2015 the Board authorized the issuance of the Series 2015 Refunding Bond for a partial refunding for the Public Improvement Revenue Bonds, Series 2008-2 and the Public Improvement Refunding Revenue Bond, Series 2008A 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 to Raymond James. The refunding will save the County approximately \$5.8 million in debt service over the life of the bonds. The County's AA+/Aa1 (AAA on General Obligation Bonds) credit rating increased the savings by approximately \$555,000. **Countywide (PFK)**

Background continued on Page 3

Attachments:

1. Budget Amendment in Fund 2534
2. Budget Amendment in Fund 2522
3. Budget Amendment in Fund 2067
4. Budget Transfer in Fund 0001
5. Budget Transfer in Fund 2068

Recommended by: Elizabeth A. Bresser 2/23/15
Department Director Date

Approved By: [Signature] 2/10/15
County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2015	2016	2017	2018	2019
Bond Proceeds	(63,635,000)				
Premium on Bonds	(10,593,067)				
Issue Costs	778,860				
Payment to Escrow Ag	73,449,207*				
Debt Service Payments	(175,568)	(591,616)	(660,607)	(651,687)	(653,517)
NET FISCAL IMPACT	(175,568)	(591,616)	(660,607)	(651,687)	(653,517)
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 _____

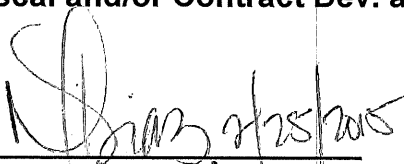
B. Recommended Sources of Funds/Summary of Fiscal Impact:

The debt service payments are secured by a pledge to budget and appropriate legally non-ad valorem revenues.
*Net of \$4,172,077 accrued interest and debt service reserve.

C. Departmental Fiscal Review: _____

III. REVIEW COMMENTS

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

 _____ OFMB 2/23	<u>N/A</u> _____ Contract Dev. and Control
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B. Legal Sufficiency:



Assistant County Attorney

C. Other Department Review:

Department Director

Background and Justification: On November 24, 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 non ad valorem revenues.

2015 - 0677

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

FUND 2534 ~~6364~~ NAV 15 DS, Ref 29.4M 08A/94.0M 08-2

BGRV 022315*486
BGEX 022315*974

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 2/19/2015	REMAINING BALANCE
Revenues							
810-4100-8501 Proceeds of Refunding Bonds	0	0	63,635,000	0	63,635,000		
810-4100-8511 Refunding Premium/Discount Revenue	0	0	10,593,067	0	10,593,067		
810-4100-8352 Transfer from Fund 2522			151,272		151,272		
810-4100-8358 Transfer from Fund 2067			1,387,495		1,387,495		
810-4100-8359 Transfer from Fund 2068	0	0	3,047,838	0	3,047,838		
TOTAL RECEIPTS & BALANCES	0	0	78,814,672	0	78,814,672		
Expenditures							
810-7202-7305 Issue Costs	0	0	778,860	0	778,860	0	778,860
810-7202-9450 Payment Refund Bond Escrow Agent	0	0	77,621,284	0	77,621,284	0	77,621,284
810-7202-7201 Interest Expense	0	0	414,528	0	414,528	0	414,528
TOTAL APPROPRIATIONS & EXPENDITURES	0	0	78,814,672	0	78,814,672		

Office of Financial Management and Budget

Signatures & Dates

BY BOARD OF COUNTY COMMISSIONERS

INITIATING DEPARTMENT/DIVISION

AT MEETING OF

Administration/Budget Department Approval

April 7, 2015

OFMB Department - Posted

Deputy Clerk to the

Board of County Commissioners

2015 - 0678

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

FUND 2522 - 29.4M NAV 08A DS, Ref SS#1, 3, & 5 Fund

BGRV 022315*487
BGEX 022315*975

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 2/19/2015	REMAINING BALANCE
Revenues							
810-4100-8000 Transfer from Fund 0001	2,777,616	2,777,616	0	16,561	2,761,055		
TOTAL RECEIPTS & BALANCES	2,777,628	2,777,628	0	16,561	2,761,067		
Expenditures							
820-7177-9740 Transfer to Fund 2534	0	0	151,272	0	151,272	0	151,272
810-7177-7201 Interest Expense	377,628	377,628	0	167,833	209,795	209,794	1
TOTAL APPROPRIATIONS & EXPENDITURES	2,777,628	2,777,628	151,272	167,833	2,761,067		

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BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

FUND 2067 - 94.2M NAV 08-2 DS,MAX PLANCK & SS REFUNDING

BGRV 022315*488
BGEX 022315*976

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 2/19/2015	REMAINING BALANCE
Revenues							
810-4100-8000 Transfer from Fund 0001	7,586,405	7,586,405	0	159,007	7,427,398		
TOTAL RECEIPTS & BALANCES	7,596,280	7,596,280	0	159,007	7,437,273		
Expenditures							
820-7184-9740 Transfer to Fund 2534	0	0	1,387,495	0	1,387,495	0	1,387,495
810-7184-7201 Interest Expense	4,014,780	4,014,780	0	1,546,502	2,468,278	2,052,140	416,138
TOTAL APPROPRIATIONS & EXPENDITURES	7,596,280	7,596,280	1,387,495	1,546,502	7,437,273		

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2015 - 0680

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET TRANSFER

FUND 0001 - GENERAL FUND

BGEX 022315*978

ACCOUNT NAME AND NUMBER		ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 2/19/2015	REMAINING BALANCE
<u>Expenditures</u>								
820-9300-9358	Transfer to Fund 2067	7,586,405	7,586,405	0	159,007	7,427,398	0	7,427,398
820-9300-9352	Transfer to Fund 2522	2,777,616	2,777,616	0	16,561	2,761,055	0	2,761,055
820-9900-9922	Res Balance Forward	65,000,000	66,604,991	175,568	0	66,780,559	0	66,780,559
TOTAL APPROPRIATIONS & EXPENDITURES				175,568	175,568			

Office of Financial Management and Budget

Signatures & Dates

BY BOARD OF COUNTY COMMISSIONERS

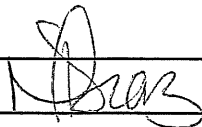
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OFMB Department - Posted

 2/25/15

Deputy Clerk to the

Board of County Commissioners

2015 - 0681

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET TRANSFER

FUND 2068 - 94.2M NAV 08-2 DSR, Max Planck & SS Refunding Fund

BGEX 022315*977

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 2/19/2015	REMAINING BALANCE
<u>Expenditures</u>							
810-9958-9911 Res-Future Debt Service Payment	7,594,780	7,594,780	0	3,047,838	4,546,942	0	4,546,942
820-7185-9740 Transfer to Fund 2534	0	0	3,047,838	0	3,047,838	0	3,047,838
TOTAL APPROPRIATIONS & EXPENDITURES			3,047,838	3,047,838			

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