PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date:

January 12, 2021

Consent [X]

Regular []

Public Hearing []

Department:

Water Utilities Department

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: A) Budget Amendment of \$61,803,300 in the \$59M Water and Sewer Revenue Refunding Bonds, Series 2020 debt service fund to budget bond proceeds, a transfer from the Water and Sewer Revenue fund, refunding bond loss, costs of issuance, payment to refunding bond escrow agent, paying agent fees, principal expense, and interest expense. B) Budget Amendment of \$1,967,600 in the Water and Sewer Revenue Refunding Bond, Series 2013 debt service fund to decrease the interest payment and decrease the transfer from the Water and Sewer Revenue fund. C) Budget Transfer of \$2,428,300 in the Water and Sewer Revenue fund to decrease the transfer to the Water and Sewer Revenue Refunding Bond, Series 2013 debt service fund, decrease the transfer to the Water and Sewer Capital Improvement Fund, and increase the transfer to the \$59M Water and Sewer Revenue Refunding Bonds, Series 2020 debt service fund. D) Budget Amendment of \$460,700 in the Water Utilities Capital Improvement Fund to decrease transfer from the Water and Sewer Revenue Fund and decrease reserves.

Summary: On September 15, 2020, the Board of County Commissioners authorized the issuance of the Water and Sewer Series 2020 Revenue Refunding Bonds for a partial advanced taxable refunding of the Water and Sewer Revenue Bonds, Series 2013 through a competitive sale as recommended by the County Financing Committee (CFC) and the County's Financial Advisors (CFA). Through a competitive negotiated bid process, the County awarded the sale to Wells Fargo Bank NA. The refunding resulted in a Net Present Value savings of \$7.7 million (15.02%) in debt service over the life of the bonds. Countywide (MJ)

Background and Justification: On August 20, 2020, the 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 CFA and the CFC, the refunding was done through a competitive sale. The Bonds are secured.

Attachments:

- 1. Budget Amendment in Fund 4050
- 2. Budget Amendment in Fund 4047
- 3. Budget Transfer in Fund 4000
- 4. Budget Amendment in Fund 4011

Recommended By:	Jim States	12-8-2020
	Department Director	Date
Approved By:	2ll Allen	12/21/2020
	Assistant County Administrator	Date ^V

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2021	2022	2023	2024	2025
Bond Proceeds Issue Costs Payment to Escrow Agent	(<u>\$59,375,000)</u> <u>\$638,864</u> <u>\$58,736,136</u>	<u>0</u> <u>0</u> <u>0</u>	<u>0</u> <u>0</u> <u>0</u>	<u>0</u> <u>0</u> <u>0</u>	<u>0</u> <u>0</u> <u>0</u>
Debt Service Payments	<u>\$1,287,179</u>	<u>\$1,196,666</u>	<u>\$1,134,218</u>	<u>\$1,068,821</u>	<u>\$936,375</u>
NET FISCAL IMPACT	\$1,287,179	\$1,196,666	<u>\$1,134,218</u>	\$1,068,821	<u>\$936,375</u>
# ADDITIONAL FTE POSITIONS (Cumulative)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Budget Account No.:	Fund De	pt	Unit	Object	
Is Item Included in Curren	t Budget?		Yes	No <u>X</u>	
Does this item include the	use of federal fu	unds?	Yes	No <u>X</u>	
	R	eporting Cate	gory <u>N/A</u>		
B. Recommended Sc	ources of Funds	s/Summary of	Fiscal Impac	t:	
The debt service pa	ayments are sec	ured by water	utility re venue	S.	
C. Department Fisca	Review:	3		— (F	
	III. <u>REV</u>	IEW COMME	NTS		

A.	OFMB Fiscal and/or Contract Development	and Cont	rol Comr	nents:
	Dreloon frank 12/14/2020	\bigwedge	1	Aught

Palep Hawa 12/4/2020

Palep Hawa 12/4/2020

Contract Development and Control 1/8/2020

12-18-12-18-12-12

B. Legal Sufficiency:

Assistant County Attorney

C. Other Department Review:

Department Director

This summary is not to be used as a basis for payment.

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY, FLORIDA BUDGET AMENDMENT

FUND 4050 - Debt Service WUD Series 2020 Refunding

BGRV 093020*626 BGEX 093020*2090

AC	COUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 10/14/2020	REMAINING BALANCE
Revenues	·							
800-4200-8208	Transfer from Fund 4000	0	0	2,428,300	0	2,428,300		
720-4200-8501	Proceeds of Refunding Bonds	0	0_	59,375,000	0	59,375,000		:
TOTAL RECEI	PTS & BALANCES		_	61,803,300	0			i
Expenditures	•							ļ
720-7541-7101	Principal Expense	0	0	1,315,000	0	1,315,000	0	1,315,000
720-7541-7201	Interest Expense	0	0	633,100	0	633,100	0	633,100
720-7541-7209	Amortization of Refunding Loss	0	0	479,100	0	479,100	0	479,100
720-7541-7304	Paying Agent Fees	0	0	1,000	0	1,000	0	1,000
720-7541-7305	Issue Costs	0	0	638,900	0	638,900	0	638,900
720-7541-9450	Payment Refunding Bond Escrow Agent	0	0_	58,736,200	0	58,736,200	0	58,736,200
TOTAL APPRO	PRIATIONS & EXPENDITURES		_	61,803,300	0			

Office of Financial Management and Budget

Signatures & Dates

BY BOARD OF COUNTY COMMISSIONERS

AT MEETING OF

AT MEETING OF

Deputy Clerk to the

OFMB Department - Posted

By BOARD OF COUNTY COMMISSIONERS

AT MEETING OF

Board of County Commissioners

Attachment 1

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY, FLORIDA BUDGET AMENDMENT

FUND 4047 - Debt Service W&S Revenue Bonds 2013

BGRV 093020*625 BGEX 100820*68

AC	COUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 10/14/2020	REMAINING BALANCE
Revenues								
800-4200-8208	Transfer from Fund 4000	6,256,000	6,256,000	0	1,967,600	4,288,400		
TOTAL RECEI	PTS & BALANCES			0	1,967,600			
Expenditures								
720-7538-7101	Principal Expense	3,594,000	3,594,000	308,400	0	3,902,400	0	3,902,400
720-7538-7201	Interest Expense	3,036,000	3,036,000	0	2,381,000	655,000	0	655,000
720-7538-7204	Amortization of Bond Premium	-987,000	-987,000	275,000	0	-712,000	0	-712,000
720-7538-7209	Amortization of Refunding Loss	612,000	612,000 _	0	170,000	442,000	0	442,000
TOTAL APPRO	PRIATIONS & EXPENDITURES	6,256,000	6,256,000	583,400	2,551,000	4,288,400		
	Financial Management and Budget TING DEPARTMENT/DIVISION	<u> </u>	Signatures	& Dates 12/7/2020			OF COUNTY COMM AT MEETING OF	ISSIONERS
	ration/Budget Department Approval			19/1/02		V	Deputy Clerk to the	
OFMB Department - Posted						Board	of County Commissio	ners

Attachment 2

BOARD OF COUNTY COMMISSIONERS PALM BEACH FLORIDA BUDGET TRANSFER

FUND 4000 - Water Utilities Revenue Fund

BGEX 093020*2086

1E AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 10/142020	REMAINING BALANCE
Expenditures 820-9000-9211 Transfer to Fund 4011 820-9000-9720 Transfer to Fund 4047 820-9000-9778 Transfer to Fund 4050 TOTAL APPROPRIATIONS & EXPENDITURES	39,351,793 6,256,000 0	39,351,793 6,256,000 0_	0 0 2,428,300 2,428,300	460,700 1,967,600 0 2,428,300	38,891,093 4,288,400 2,428,300	0 0 0	38,891,093 4,288,400 2,428,300
Office of Financial Management and Budget INITIATING DEPARTMENT/DIVISION		Signatures	12/7/2020			OF COUNTY COMM AT MEETING OF	ISSIONERS
Administration/Budget Department Approval OFMB Department - Posted						Deputy Clerk to the	ners

BOARD OF COUNTY COMMISSIONERS PALM BEACH COUNTY FLORIDA BUDGET AMENDMENT

FUND 4011 - Water Utilities Capital Improvement Fund

BGRV 093020*624 BGEX 093020*2088

ACCOUNT NAME AND NUMBER	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED AS OF 10/14/2020	REMAINING BALANCE
Revenues 800-4211-8208 Transfer from Fund 4000	39,351,793	39,351,793	0	460,700	38,891,093	0	38,891,093
TOTAL RECEIPTS AND BALANCES	39,351,793	39,351,793	0	460,700	38,891,093		
Expenditures							
720-9900-9909 Reserves	101,506,174	101,506,174	0	460,700	101,045,474	0	101,045,474
TOTAL APPROPRIATIONS & EXPENDITURES	308,721,052	302,884,154	0	460,700	302,423,454		

Office of Financial Management and Budget

Signatures & Dates

AT MEETING OF

INITIATING DEPARTMENT/DIVISION

Administration/Budget Department Approval

OFMB Department - Posted

BY BOARD OF COUNTY COMMISSIONERS

AT MEETING OF

Deputy Clerk to the

Board of County Commissioners

Attachment 4