

36-3

Agenda Item #: _____

PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY

Meeting Date: March 9, 2021 [X] Consent [] Regular
[] Ordinance [] Public Hearing
Department: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motion to adopt:

A RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA (I) AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$64,000,000 IN TOTAL ORIGINAL AGGREGATE PRINCIPAL AMOUNT OF ITS PUBLIC IMPROVEMENT REVENUE BONDS, SERIES 2021A (SUPERVISOR OF ELECTIONS OPERATIONS BUILDING) FOR THE PURPOSE OF FINANCING AND REFINANCING THE ACQUISITION, DESIGN, CONSTRUCTION, DEVELOPMENT AND EQUIPPING OF A SUPERVISOR OF ELECTIONS OPERATIONS BUILDING AND RELATED FACILITIES AND PAYING CERTAIN COSTS OF ISSUANCE; (II) AUTHORIZING THE ISSUANCE OF PUBLIC IMPROVEMENT REVENUE REFUNDING BONDS, FEDERALLY TAXABLE SERIES 2021B, IN THE PRINCIPAL AMOUNT OF NOT TO EXCEED FORTY-SEVEN MILLION DOLLARS (\$47,000,000) FOR THE PURPOSE OF FINANCING THE COSTS OF THE REFUNDING OF ALL OR A PORTION OF THE COUNTY'S PUBLIC IMPROVEMENT REVENUE REFUNDING BONDS, SERIES 2012 AND PAYING CERTAIN COSTS OF ISSUANCE; (III) AUTHORIZING THE ISSUANCE OF PUBLIC IMPROVEMENT REVENUE REFUNDING BONDS, FEDERALLY TAXABLE SERIES 2021C (PROFESSIONAL SPORTS FRANCHISE FACILITY PROJECT), IN THE PRINCIPAL AMOUNT OF NOT TO EXCEED SEVENTY-ONE MILLION DOLLARS (\$71,000,000) FOR THE PURPOSE OF FINANCING THE COSTS OF THE REFUNDING ALL OR A PORTION OF THE COUNTY'S PUBLIC IMPROVEMENT REVENUE BONDS (PROFESSIONAL SPORTS FRANCHISE FACILITY PROJECT), TAX-EXEMPT SERIES 2015D AND PAYING CERTAIN COSTS OF ISSUANCE; (IV) AUTHORIZING THE USE OF PRELIMINARY OFFICIAL STATEMENTS, OFFICIAL NOTICES OF SALE AND SUMMARY NOTICES OF SALE IN CONNECTION WITH THE PUBLIC SALE OF SUCH BONDS; (V) AUTHORIZING THE MAYOR OR COUNTY ADMINISTRATOR TO ACCEPT THE BEST BIDS FOR THE PURCHASE OF THE BONDS; (VI) AUTHORIZING THE PROPER OFFICIALS OF THE COUNTY TO EXECUTE AND DELIVER CERTIFICATES DEEMING THE PRELIMINARY OFFICIAL STATEMENTS "FINAL" FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12; PROVIDING FOR CERTAIN CONTINUING DISCLOSURE UNDERTAKINGS PURSUANT TO SUCH RULE; (VII) APPOINTING AN INITIAL PAYING AGENT AND REGISTRAR; (VIII) APPROVING THE FORMS OF AND AUTHORIZING THE EXECUTION OFFICIAL STATEMENTS; (IX) AUTHORIZING THE PROPER OFFICIALS OF THE COUNTY TO DO ALL OTHER THINGS DEEMED NECESSARY OR ADVISABLE IN CONNECTION WITH THE ISSUANCE OF THE BONDS; (X) PROVIDING FOR CERTAIN OTHER MATTERS IN CONNECTION THEREWITH; AND PROVIDING FOR AN EFFECTIVE DATE.

Attachments:

- 1. Bond Resolution.

Recommended by: [Signature] 2/23/2021
Department Director Date
Approved By: [Signature] 2/24/21
County Administrator Date

I. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2021	2022	2023	2024	2025
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 X__

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.

*As a result of issuing the refunding bonds, debt service payments will decrease in future years; however, the amounts are not known until the bonds are sold. As a result of issuing the revenue bonds, debt service payments will increase 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><u>Lisa Monte 2/2/21</u> OFMB <u>AP 2/2</u></p>	<p align="center"><u>N/A</u> Contract Dev. and Control</p>
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B. Legal Sufficiency:

Ru Bu for D. Behar
 Assistant County Attorney 2/4/2021

C. Other Department Review:

 Department Director

THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.

WPB 383257753v5/013000.012700

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Summary: The County has identified the need for the acquisition, design, construction, development and equipping of a Supervisor of Elections Operations Building and related facilities and relocation of the Marine Unit of the Palm Beach County Sheriff's Office. The BCC approved the Supervisor of Elections Operations Building Project at its May 19, 2020 meeting. In light of low prevailing interest rates, the County can use this opportunity to finance this Project in the current, favorable bond market environment. Additionally, the County's Financial Advisors have reviewed the Public Improvement Revenue Refunding Bonds, Series 2012 (the "2012 Public Improvement Refunding Bonds") and the Public Improvement Revenue (Professional Sports Franchise Facility Project), Tax-Exempt Series 2015D (the "Series 2015D Public Improvement Revenue Bonds") and determined that these bonds can be refunded for a savings. Based on current market conditions, the estimated savings on the Series 2012 Public Improvement Revenue Refunding Bonds have a net present value of \$2,570,000 (6.22%). These bonds will be refunded at a not to exceed amount of \$47 million on a competitive basis. Based on current market conditions, the estimated savings on the Series 2015D Public Improvement Revenue Bonds have a net present value of \$8,700,000 (15.79%). These bonds will be refunded at a not to exceed amount of \$71 million on a competitive basis. **Countywide (DB)**

Background and Justification: On January 21, 2021, the County Financing Committee (CFC) met to discuss financing needs and financing alternatives and recommended that, due to the current period of low interest rates, the County should proceed with the Supervisor of Elections Operations Building project financing as well as the refunding for potential savings and operational flexibility. The County reserves the right to cancel all or a portion of the sale if market conditions deteriorate. The County's Financial Advisors will monitor market conditions to maximize savings. If the market allows for the proposed refunding candidates to be refunded, it will be done through a competitive sale through an electronic platform available to all underwriters to receive the best bids.