4E-2

Agenda Item #:

PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

Meeting Date: April 3, 2012 [] Consent [X] Regular
[] Ordinance [] Public Hearing

[] Ordinance [] Public Department: Office of Financial Management & Budget

I. Executive Brief

Motion and Title: Staff recommends motion to adopt a Resolution (I) authorizing the issuance of Public Improvement Revenue Refunding Bonds, Series 2012 in the principal amount of not to exceed \$150,000,000 for the purpose of refunding all or a portion of the County's Public Improvement Revenue Refunding Bonds, Series 2004, all or a portion of the County's Public Improvement Revenue Bonds, Series 2004A (Biomedical Research Park Project), and/or all or a portion of the County's Public Improvement Revenue Bonds, Series 2005A (Biomedical Research Park Project), funding a reserve in connection therewith, if deemed necessary, and paying certain costs of issuance related thereto; providing certain of the terms and payment of such bonds; providing for the rights, security and remedies of the holders thereof, making certain covenants and agreements in connection therewith; (II) authorizing the Chair or County Administrator to select the underwriting team for the bonds in accordance with the County's competitive selection of bond underwriters policy for negotiated sales upon recommendation of the County Financing Committee and the financial advisor; (III) approving the form and authorizing the distribution of a preliminary official statement; (IV) establishing criteria for determining the date, interest rates, provisions for the redemption and maturity schedule of the bonds, the amount, if any, of the debt service reserve requirement for the bonds and authorizing the Chair (or in the absence of the Chair, the Vice Chairman) and the County Administrator to award the sale of the bonds on a negotiated basis; (V) authorizing the Debt Manager to "deem final" for the purpose of the Securities and Exchange Commission rule 15c2-12 the preliminary official statement prepared in connection with the bonds; (VI) authorizing the execution and delivery of a bond purchase agreement and approving the conditions and criteria of the bond sale; (VII) approving the form of and authorizing the execution of an official statement and escrow deposit agreement; (VI) appointing a registrar and paying agent in connection with the bonds; (VII) appointing an escrow agent under the escrow deposit agreement; (VIII) appointing a registrar and paying agent in connection with the bonds; (IX) appointing an escrow agent under the escrow deposit agreement; (X) authorizing the proper officers of the County to do all acts necessary and proper for carrying out the transactions contemplated by the resolution; and providing for an effective date. (continued on page 3)

Attachments:

1. Bond Resolution

Recommended by: Classification 3/28/12

Department Director Date

Approved By: County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:						
	Fiscal Years	2012	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Opera Debt S Extern Progra In-Kin NET No. A POSI	iditures ting Costs Service Costs hal Revenues am Income (County) d Match (County) FISCAL IMPACT DDITIONAL FTE TIONS (Cumulative)		*		*	*
Is Item Included In Current Budget? Yes No Budget Account No.: Fund DepartmentUnit Object Reporting Category						
В.	Recommended Sou	urces of Fund	ds/Summa	ry of Fiscal	lmpact:	
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/o	r Contract D	7012	ntrol Comm N A tract Dev. a		ol
В.	Legal Sufficiency:					
	Assistant County	Attorney	[12-			
C.	Other Department	Review:				
	Department	Director	-			

REVISED 9/03 ADM FORM 01 (THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.) **Summary:** The County has received several proposals to do a partial and/or full refunding for the Public Improvement Revenue Refunding Bonds, Series 2004, Public Improvement Revenue Bonds, Series 2004A, and Public Improvement Revenue Bonds, Series 2005A. On February 16, 2012, 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 is being done through a competitive-negotiated sale. **Countywide (PFK)**

Background and Justification: In a competitive-negotiated sale, the County will offer a Request for Proposal (RFP) amongst its current team of underwriters (selected through a competitive process). The CFC and Financial Advisor will review the RFPs and make a recommendation of a Senior Manager and team of Co-Managers to the County Administrator. The County will have the opportunity to negotiate with the Senior Manager to structure a financing that will maximize savings and opportunities to sell the bonds. The County will reserve the right to cancel the sale, if market conditions should deteriorate. The County expects to close the Bonds by the end of June.