

Palm Beach County, FL

2023 Credit Update
Rating Agency Presentation
March 21-22, 2023



Overview

- County Profile
- Palm Beach County Economy
- Financial Overview
- County Challenges and Issues
- Capital Program & Debt Update
- Summary



Presentation Team

- Verdenia C. Baker
 - County Administrator

- Sherry Brown
 - Director, Office of Financial Management & Budget

- Mark Braun
 - Debt Manager, Office of Financial Management & Budget

- Lisa Master
 - Budget Director, Office of Financial Management & Budget

- Pete Varona
 - Senior Managing Consultant, PFM Financial Advisors LLC



County Profile





Palm Beach County

2023 County Profile

Discover what we offer



47 miles of shoreline



5th Best Airport in the U.S.

Conde Nast Traveler's 2022 Readers' Choice



160 golf courses



19 Museums

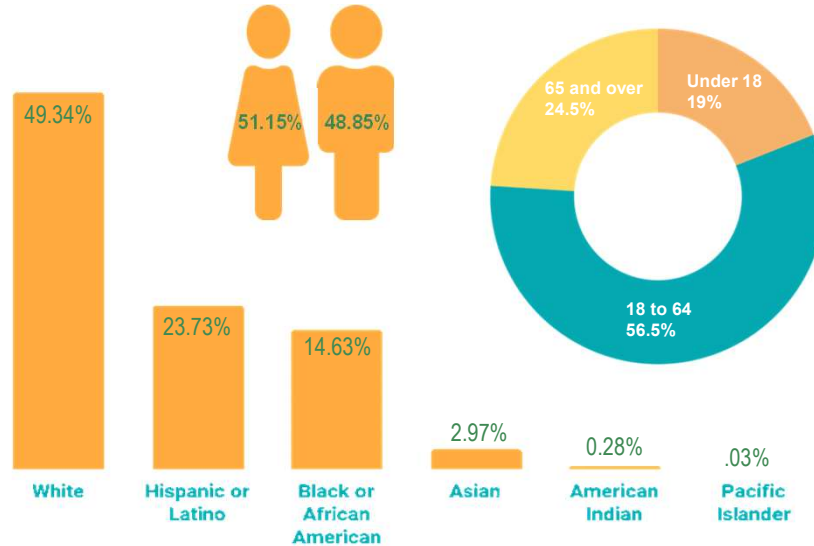


more than 110 parks and recreational facilities

operated by Palm Beach County Parks and Recreation

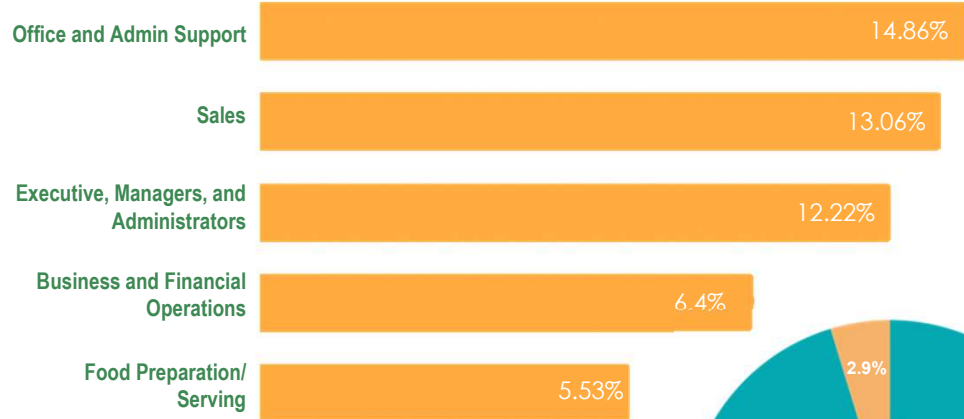
Discover who we are

Population of 1,518,152

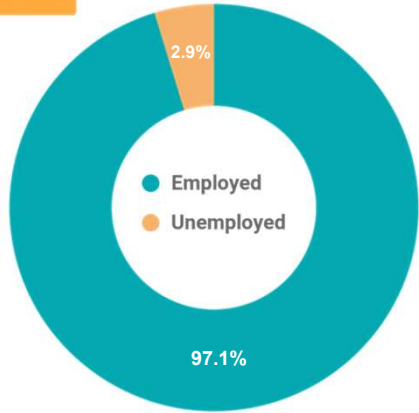


Discover how we work

Occupations

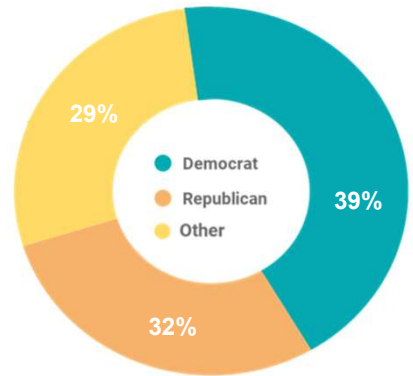


9,180*
women-owned firms
6,934*
minority-owned firms
2,602*
veteran-owned firms
65,811*
Palm Beach County firms



980,765 Registered Voters

As of 3/10/23



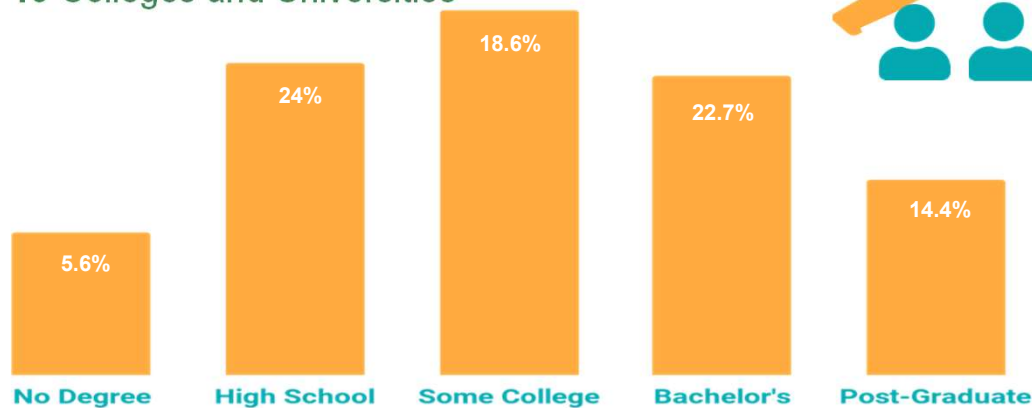
* Source: US Census QuickFacts



Discover how we learn

- 110 Elementary Schools
- 34 Middle Schools
- 24 High Schools
- 30 Adult Education Schools
- 11 Alternative Schools
- 10 Colleges and Universities

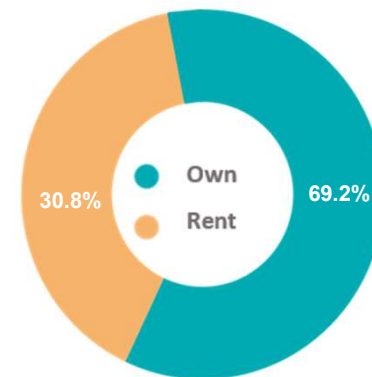
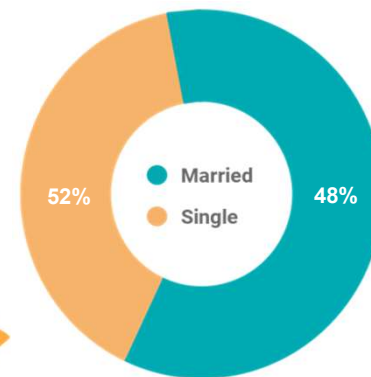
PK-12
Student Enrollment
188,186



Education

Discover how we live

Total Households
565,598



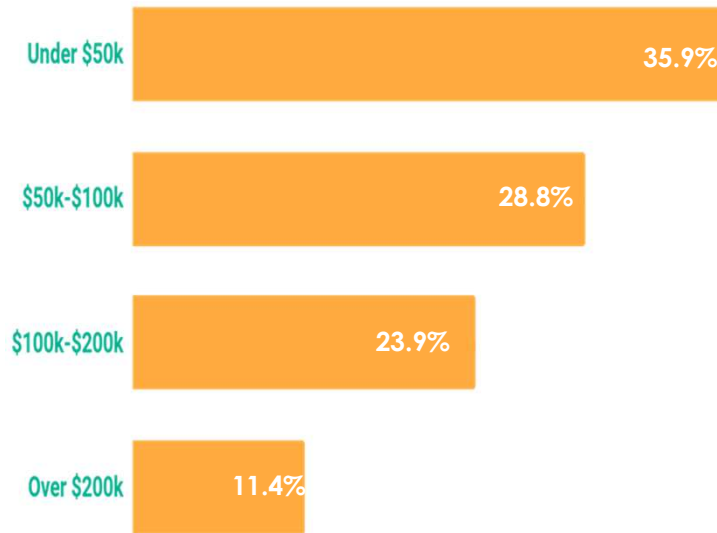
\$70,002
Median Household Income



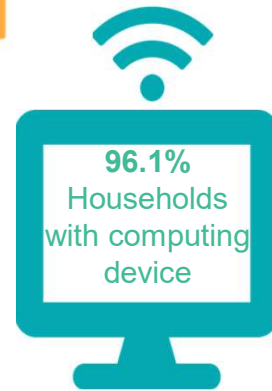
\$44,258
Per Capita Income



\$1,560
Median Monthly Rent



\$570,000
Median sales price for a single family home
(as of October 2022)



96.1%
Households with computing device
90.0%
Households with a Broadband Internet Subscription

Mean Travel Time to Work
26.3 Minutes



Source: US Census Bureau, American Community Survey 2021



Structure of Government

- 7-member Board of County Commissioners, including the Mayor and Vice Mayor (chosen each year by the commissioners)
 - Commissioners are chosen in partisan, single-district elections
 - Commissioners serve four-year staggered terms, with elections scheduled every two years
- Commissioners are limited to no more than two consecutive terms
- The BCC appoints a county administrator who is assigned the executive responsibilities and powers to implement the board's policies
 - The county administrator manages an annual budget of over \$6.7 billion and oversees over 6,900 employees in approximately 40 departments and offices
 - Ms. Baker has served in this capacity since 2015



Palm Beach County at a Glance

- Largest county in Florida in area covering 2,385 square miles
- Fourth largest county in Florida with a base population of 1.52 million
- On average, population has increased 1.14% annually from 2011 to 2022 and is estimated to increase through 2023
- Comprised of 39 municipalities



County Economy



Tourism

- FY 2022 8.5 million visitors record breaking recovery from COVID-19 pandemic.
- Resulting surge in hotel & non-hotel (Airbnb/VRBO) bookings and bed tax collections.
- Tourist Development Tax collections for FY 2022 were \$77.8M, up 44% from FY 2019 collections of \$54.2M.
- Approximately 92,300 people are employed in the Leisure & Hospitality industry.
- FY 2023 business travel to increase as in-person meetings and conferences in hotels and the PBC Convention Center resume.



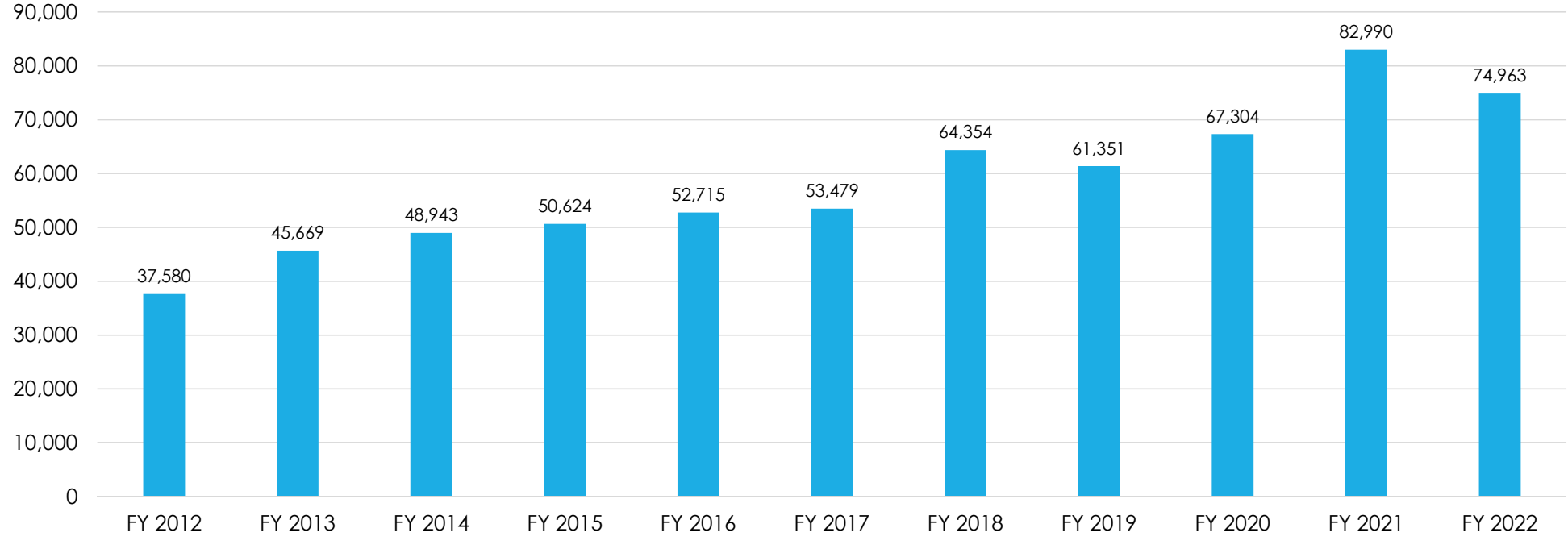
Manufacturing

- Manufacturing plays an important role in the County's local economy. Medical and pharmaceutical goods, military and commercial aircraft, electronics, and other high tech products are all manufactured in Palm Beach County.
- In 2021, industry employed 19,898 residents with an average annual wage of \$79,856.
- In 2021, annual manufacturing wages increased by \$3,863 and jobs reported were up by 817, likely due to widespread adoption of remote work during COVID-19 and a friendly regulatory and business environment that makes it easier to start and grow a business.



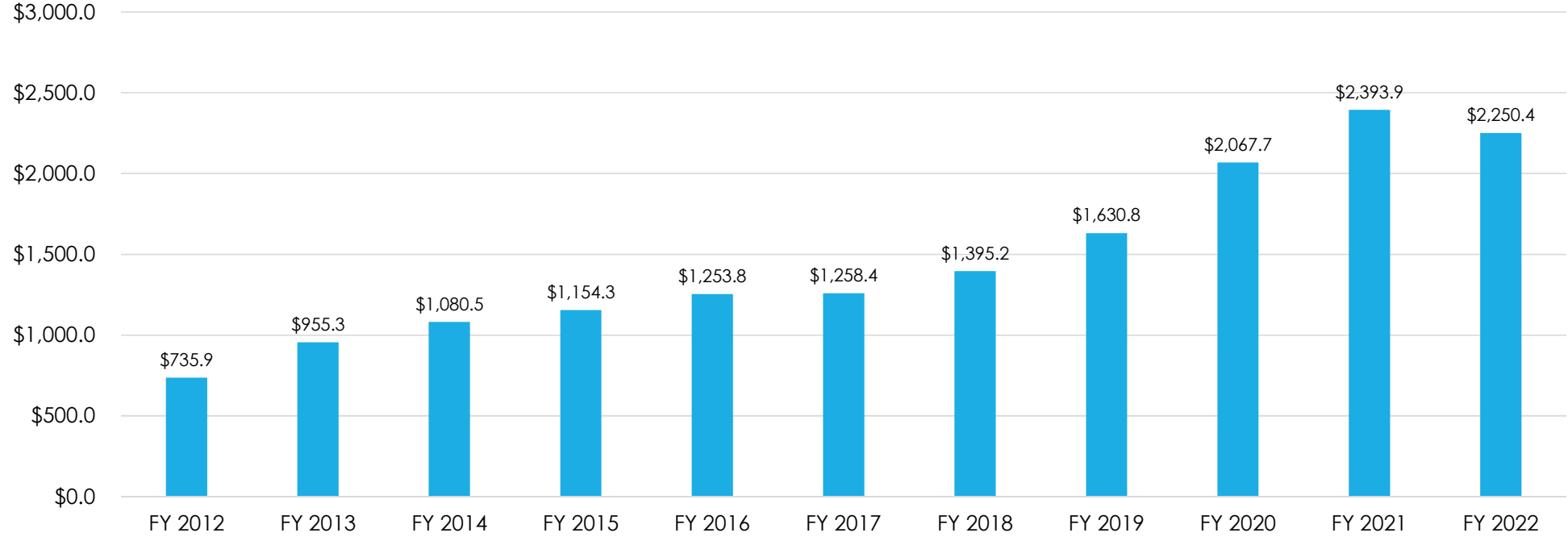
Construction

Number of Permits Issued by Fiscal Year (Excluding Decals)



Construction

Value of Construction Permitted by Fiscal Year
(in millions)



Agriculture

- The USDA 2019 Census of Agriculture documents Palm Beach County agriculture cropland at 438,911 acres. Market value revenue from agricultural sales are roughly \$1.4 billion.
- Palm Beach County continues to lead all counties east of the Mississippi River for agricultural crop income.
- The County leads the nation in sugarcane and fresh sweet corn production and is the State's top producer of sweet bell peppers, rice, lettuce, radishes, Chinese vegetables, specialty leafy crops, celery, eggplant, herbs, and sod.
- A 2020 UF/IFAS analysis of Florida's turfgrass industry (sod farms, lawn/garden retail, turf landscaping services, golf courses) indicate that Palm Beach County ranked first in the state for both employment (20,256 jobs) and economic activity (\$2.0 billion).



Agriculture

- Bagasse is the fibrous by-product that remains after sugarcane stalks have been milled to extract sugar. The sugarcane industry re-purposes this bagasse as a "green fuel" for water boilers that generate the electricity to power the mill machinery and adjacent office complex.
- Bagasse is also the agricultural raw material used in a "green manufacturing facility" that produces 100% compostable plates, bowls, and takeout containers. Bagasse, along with other plant-based products, serve as the fuel source for the largest agriculturally based biomass co-generation (electricity) plant in North America.



Equestrian

- Equestrian acreage in Palm Beach County remains stable at roughly 8,800 acres, ranking as the second largest equine county in Florida, following Marion County.
- World-class equestrian competitions take place during the winter season, including international polo, dressage, and show jumping.



Bio Science: Max Planck – A Case Study

- Scripps Research Institute and Max Planck Florida Institute (MPFI) are anchors to an eight million square foot Bioscience Cluster in Northern Palm Beach County.
- The sector includes over 700 companies, with recent growth primarily in R&D, providing strong opportunities to expand the pharmaceutical and medicine manufacturing industry and keep production within the County.



Bio Science: Max Planck – A Case Study

- Florida Atlantic University (FAU) maintains a partnership with MPFI to offer students world-class education and research opportunities.
 - FAU High School - Jupiter Campus in partnership with Max Planck Academy
 - FAU Max Planck Honors Program
 - Integrative Biology-Neuroscience doctoral program
 - International Max Planck Research School for Synapses and Circuits
- In 2022, the Florida campus of Scripps Biomedical Research integrated with the University of Florida (UF) to expand UF's academic health centers in Southeast Florida.

UF | UNIVERSITY of
FLORIDA



Bio Science: Max Planck – A Case Study

- On March 6-8, 2023, Palm Beach County was the epicenter of global neuroscience at the biennial Sunposium conference, presented by the Max Planck Florida Institute for Neuroscience (MPFI).
- Roughly 400 world-renowned researchers from around the globe gathered to share the latest advances and research in neural. Workshops and presentations highlighted scientific data that could lead to significant shifts in clinical approaches for complex brain diseases such as Alzheimer's, Parkinson's and autism.



Financial and Professional Services

- The County continues to attract high wage industries of which several have experienced marked growth.
 - Management of Companies and Enterprises: \$200,156 (+\$13,374)
 - Finance and Insurance: \$183,621 (+\$39,621)
 - Utilities; \$128,794 (+\$1,663)
 - Financial Activities: \$138,328 (+\$27,700)
 - Wholesale Trade: \$100,856 (+\$18,071)
 - Information Services: \$103,123 (+\$13,295)
- On August 23, 2022, the County approved an agreement for the creation of a 12-acre UF graduate campus for studies in financial services, financial technology, and Artificial Intelligence. This would further bolster efforts to attract high wage industries and help retain local talent.



FY 2022 Economic Highlights

- Palm Beach County is officially “Wall Street South”, attracting financial titans from across the nation with Citadel and BlackRock as the newest additions.
- 33 corporate relocations and expansions
- 2,502 jobs
- 1,689,109 sq. ft. of commercial and industrial space
- \$362,588,797 in capital investment



Unemployment Rate

- The County's median household income is \$70,002.
- The County's labor force employed is estimated to be 773,178.
- As the local economy recovers from the COVID-19 pandemic, the unemployment rate decreased from 4.1 % in September 2021 to roughly 2.9% in September 2022.
- The unemployment rate in Palm Beach County is lower than the national rate and slightly higher than the state rate.



Port of Palm Beach

- Operating since 1915
 - 4th busiest container port of Florida's 15 deep water ports
 - 18th busiest in US
 - 2,400 direct and indirect employees
 - \$260M business revenues
 - \$12M in State & Federal Taxes
 - \$7B commodities moves through the port each year
- Cruise Ship – Margaritaville at Sea
- Estimating 350k passengers this year



Department of Airports-Operations

- Overview:
 - Palm Beach International Airport and three general aviation airports
 - Passengers last 12 months: 6.6 million, up 26.2% over prior year
 - 98% of traffic is origination and destination
 - 13 different airlines - No dominant airline
 - 8 rental car lease and concession agreements
 - International customs facility, direct connect to I-95, and almost 10,000 public parking spaces; cargo facility that includes UPS and FedEx
- Strong financial results expected in 2023:
 - Budgeted CPE (Cost per Enplanement) of \$4.48
 - Unrestricted cash of \$151.1 mm, 608 days of cash/operating expenses
 - Debt service coverage 4.73
- Stronger financial results going forward:
 - Significant debt paid off 10/1/2014; outstanding bond debt \$57 mm
 - Annual debt service reduced from \$17.5 mm to \$5.3 mm
 - CPE expected to remain less than \$10 over next five years
 - Debt service coverage expected to be >2.00



2021-2022 Corporate Relocations & Expansions

- AV-WORX: Expansion; 10 jobs; infotech; West Palm Beach; 5,000 sq. ft.
- Benefit Street Partners: Relocation; 17 jobs; Business Financial Services; West Palm Beach; 10,000 sq. ft.; \$5M capital investment
- Childeric USA: Relocation; 3 jobs; Equestrian; Wellington; 1,050 sq. ft.; \$25,000 capital investment
- Chromalloy: Expansion; 110 jobs; Aviation/Aerospace/Engineering; Palm Beach Gardens; 22,224 sq. ft., \$100,000 average wage; \$400,000 capital investment
- Dalfen Industrial: Relocation; Distribution/Logistics; Lake Park; 184,758 sq. ft.; \$40M capital investment
- Dalfen Industrial #2: Relocation; Distribution/Logistics; Palm Beach County; 131,000 sq. ft.; \$30M capital investment
- DePuy Synthes / Johnson & Johnson Expansion; 321 jobs; Life Sciences; Palm Beach Gardens; \$34M capital investment
- Dish Wireless: 30 jobs; Infotech; West Palm Beach; 24,843 sq. ft.; \$550,000 capital investment
- Earth and Sugar: Expansion; 10 jobs; Manufacturing; West Palm Beach; 2,600 sq. ft.; \$1,021,080 capital investment
- Electric Power: Relocation; 40 jobs; Corporate Headquarters; Palm Beach County; 7,500 sq. ft.; \$1M capital investment



2021-2022 Corporate Relocations & Expansions

- Essential Candy: Expansion; 26 jobs; Manufacturing; Wellington; 2,900 sq. ft.; \$100,000 capital investment
- Exacore: 50 jobs; Manufacturing; Palm Beach County; 165,000 sq. ft.; \$1,200,000 capital investment
- GTCR: Relocation; 20 jobs; Business Financial Services; Palm Beach County; 7,000 sq. ft., \$280,000 average wage; \$5M capital investment
- HotelPlanner: Expansion; 50 jobs; Corporate Headquarters; West Palm Beach
- Hydraulic Supply Company: 15 jobs; Manufacturing/Distribution; West Palm Beach; 27,934 sq. ft.; \$2,786,717 capital investment
- Ideal Nutrition: Expansion; 240 jobs; Distribution/Logistics; Palm Beach County; 43,000 sq. ft.; \$45,000 average wage; \$2.5M capital investment
- I.T. Solutions of South Florida: Expansion; 34 jobs; Information Technology; Hypoluxo; 8,000 sq. ft.; \$1,745,000 capital investment
- K-Rain: Expansion; 59 jobs; Manufacturing; Riviera Beach; 20,000 sq. ft.; \$5M capital investment
- KruseCom: Relocation; 30 jobs; Information Technology; Palm Beach County
- Millennium Management Global Investment: Relocation; 150 jobs; Business Financial Services; Palm Beach County; 40,000 sq. ft.; \$400,000 average wage; \$10M capital investment



2021-2022 Corporate Relocations & Expansions

- MyBambu: Expansion; 90 jobs; Business Financial Services; West Palm Beach; 6,500 sq. ft.; \$405,000 capital investment
- National Dentex Corporation: Expansion; 50 jobs; Life Sciences; Jupiter
- Percepto: Relocation; 100 jobs; Aviation/Aerospace/Engineering; Palm Beach County; 11,000 sq. ft.; \$5M capital investment
- ProCaps Group: Relocation; 242 jobs; Life Sciences; Palm Beach County; 88,000 sq. ft.
- Publix Distribution Center: Expansion; 270 jobs; Distribution/Logistics; Boynton Beach; 571,000 sq. ft.; \$155,256,000 capital investment
- RENCO USA: Relocation; 100 jobs; Corporate Headquarters/Manufacturing; Palm Beach County; 50,000 sq. ft.; \$25M capital investment
- RingSquared: Relocation; 10 jobs; Corporate Headquarters; Delray Beach
- Sanders Capital: Relocation; 25 jobs; Business Financial Services; West Palm Beach; 10,000 sq. ft.; \$5M capital investment
- UOVO: Relocation; 15 jobs; Distribution/Logistics; Palm Beach County; 50,000 sq. ft.; \$15M capital investment
- Warrens Concrete: Relocation; 70 jobs; Manufacturing; Palm Beach County; 20,000 sq. ft.; \$100,000 capital investment
- Project Bird: Expansion; 150 jobs; Manufacturing; Palm Beach County; 163,000 sq. ft.; \$5M capital investment
- Project Cake 2: 140 jobs; life sciences; Palm Beach Gardens; 5,000 sq. ft.; \$500,000 capital investment
- Project Tuxedo: Expansion; 25 jobs; Corporate Headquarters; Palm Beach County; 5,000 sq. ft.; \$100,000 capital investment

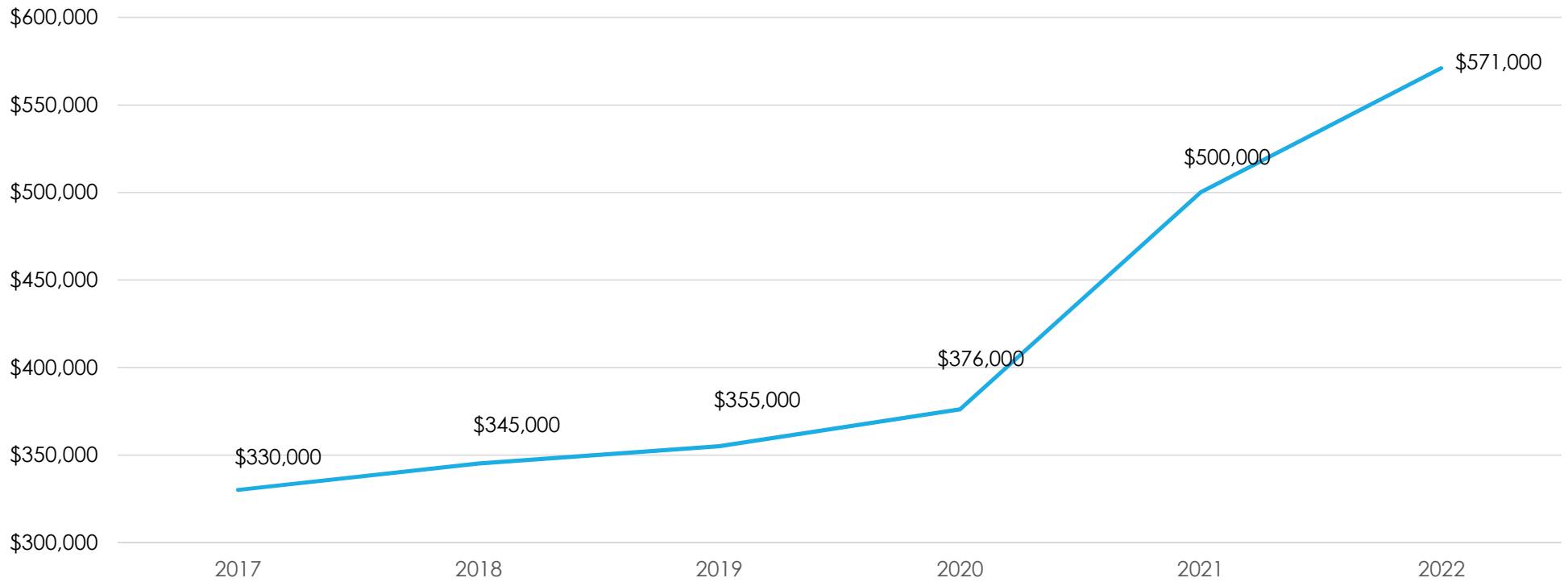


County Challenges and Issues



Real Estate Market

Median Single Family Home Sales



Facing COVID - 19

- Received \$262.7M in CARES Act funding and provided:
 - \$57.8M – public health
 - \$39.2M – hunger relief
 - \$37M - housing assistance
 - \$79.6M - business grants
 - \$18M - testing
 - \$5.7M – non-congregate shelter
 - \$15.7M – broadband infrastructure
 - \$1M – childcare
 - \$4.5M – vaccines
 - \$4.2M – non-profit organizations



Facing COVID - 19

- Received \$290.7M in ARPA
 - All used as revenue replacement in the General Fund
 - FY2021 - \$46.4M
 - FY2022 - \$244.3M

- ARPA Response Replacement Fund - \$244.3M
 - \$75M - water, environmental, and resiliency projects
 - \$60M - housing projects
 - \$40M – broadband infrastructure
 - \$32.3M – County building infrastructure
 - \$10M – hunger relief infrastructure
 - \$10M – behavioral health infrastructure
 - \$10M – public health
 - \$4M – culture projects
 - \$3M - cybersecurity projects



Construction and Inflation

- Escalation on the Rise
 - Producer Price Index – input costs for non-residential rose 42.5% from March 2020 to March 2022 (Source: CBRE 2022 U.S. Construction Cost Trends)
- Limited Material Availability
 - Supply chain disruptions
- Extended Delivery Times
 - Manufacturing facilities closures and limited component availability
- Limited Labor Availability
 - Construction activity surging, multiple projects competing and finite number of qualified companies to perform the work



Cybersecurity

- The County continues to make advancements to its cyber security infrastructure and initiatives
- Main focus
 - Protection against ransom
 - Enhancing our endpoint security posture
 - Implementing Multi-factor authentication
 - Being able to recover from any incidents.
- Based our security posture, our cyber insurance deductible was reduced by half and our premiums reduced by around 6%.



Mitigating Environmental Risks

- In 2017, the County established the Office of Resilience to ensure the County remains a great place to live, work, and play while addressing the physical, social, and economic challenges of a changing climate.
- The Office is developing a climate change vulnerability assessment (CCVA) for unincorporated portions of the County and all County-owned assets within other municipalities. Once completed, the County will develop a resilience action plan to address the identified vulnerabilities and enhance the County's capacity to cope with climate impacts.
- Resilient Florida is a state-funded grant program aimed at improving the resilience of Florida's communities and infrastructure to natural disasters and other hazards. The County was awarded
 - \$8.0M - Water Utilities Department to harden lift stations
 - \$13.5M - Engineering & Public Works Department to improve drainage capacity of roadways
 - \$7.5M – County collaborated with Indian Trails Improvement District to increase flood protection through Corbett Levy improvements
- Coastal Resilience Partnership of Southeast Palm Beach County
 - Seven jurisdictions working to assess climate change vulnerability, adoption of County Resilience Policy and Procedure Manual, sustainability operational checklists, and metrics.



Additional County Challenges and Issues

- Workforce Affordable Housing – Authorization of GO Bond and Housing Plan
- Opioid Crisis

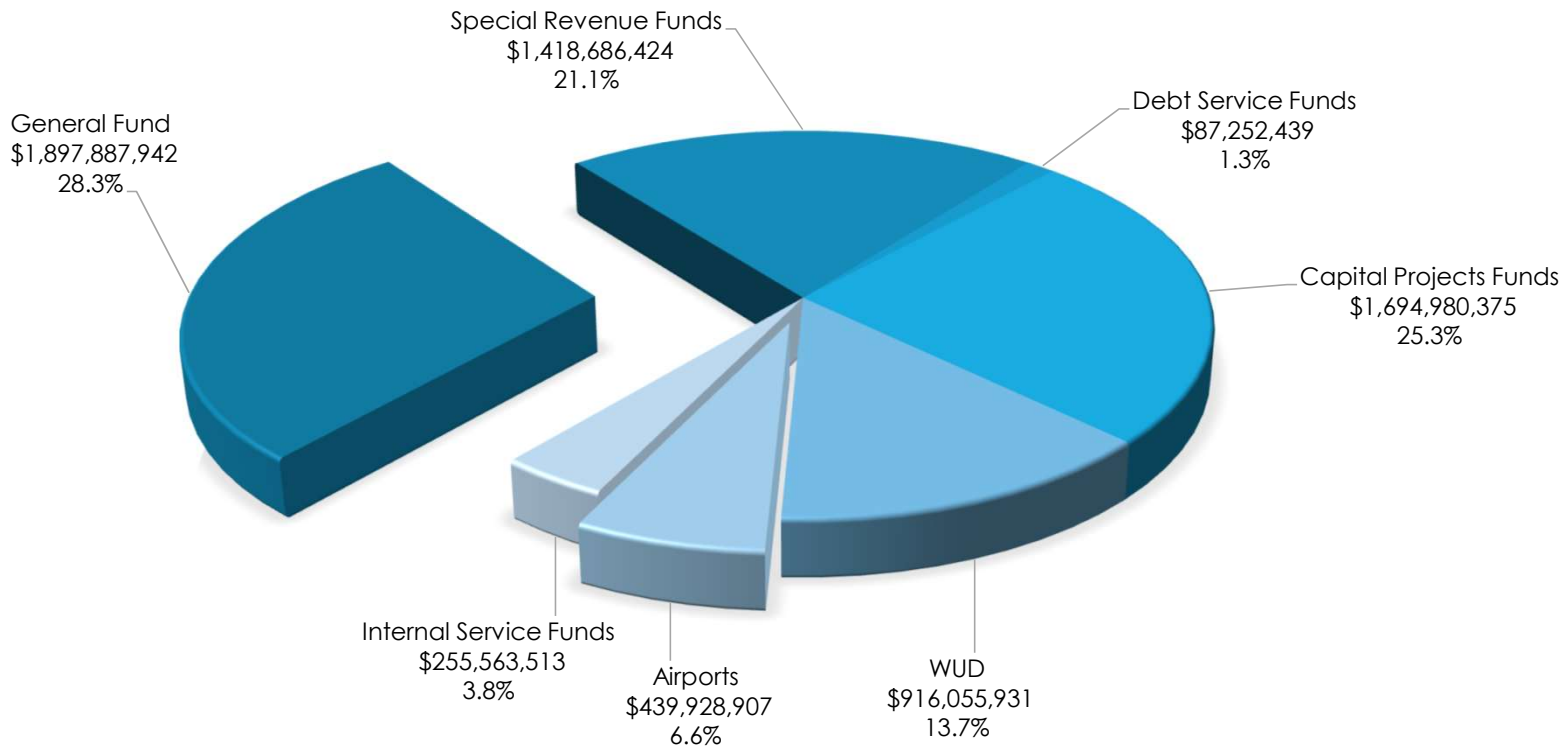


Financial Overview



FY 2023 Total Budget by Fund

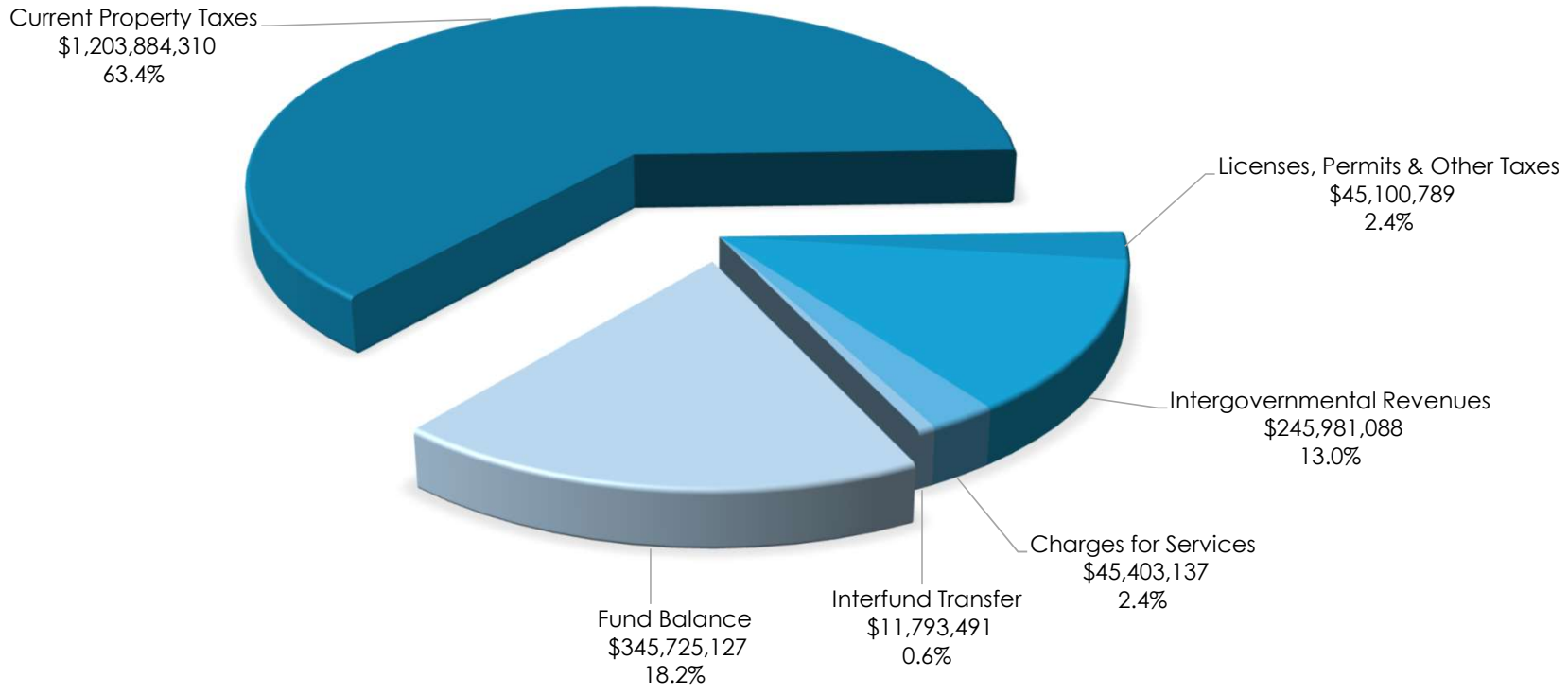
Total Budget - \$6,710,355,531



FY 2023 General Fund Revenues by Category

Total General Fund Budget - \$1,897,887,942

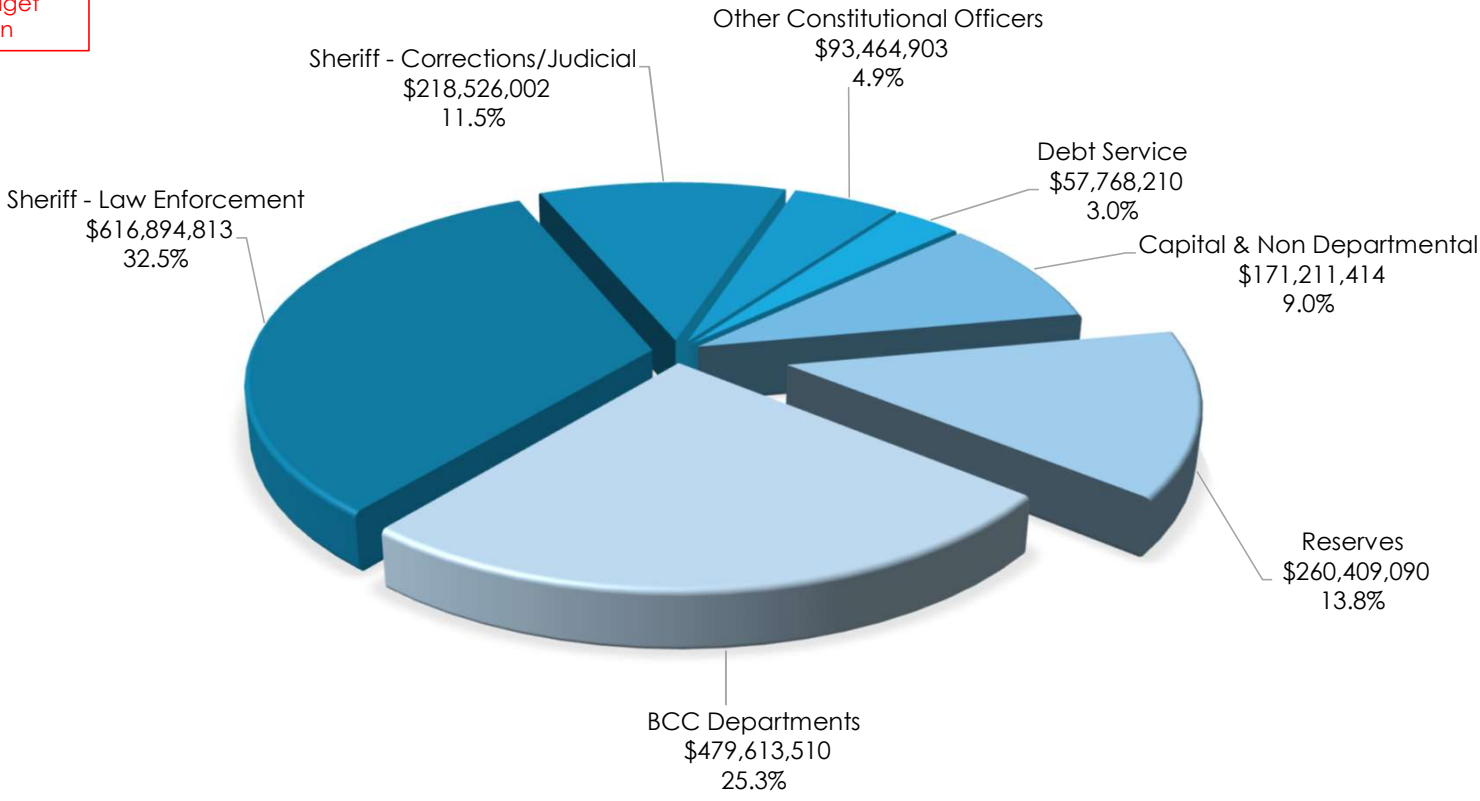
Includes Sheriff Revenues of \$91.9 million



FY 2023 General Expenses by Function

Total General Fund Budget - \$1,897,887,942

Sheriff Net Budget
\$743.5 million



General Fund Expenses

	Actual FY 2019	Actual FY 2020	Actual FY 2021	Budget FY 2022	Budget FY 2023	Budget Difference	%
BCC Departments	\$319,304,575	\$321,253,203	\$327,079,389*	\$424,928,962*	\$479,613,510	\$54,684,548	12.9%
Sheriff	670,250,501	722,193,959	762,364,970	788,915,950	835,420,815	46,504,865	5.9%
Other Constitutional Officers	69,625,206	66,304,923	72,221,469	81,856,184	93,464,903	11,608,719	14.2%
Debt Service	58,913,296	57,285,448	54,702,878	57,826,898	57,768,210	(58,688)	-0.1%
CRAs	41,715,729	45,308,287	48,224,416	51,544,652	61,379,899	9,835,247	19.1%
Reserves	-	-	-	189,662,614	260,409,090	70,746,476	37.3%
Capital	37,363,000	42,008,736	38,975,000	40,975,000	59,015,000	18,040,000	44.0%
Non-Departmental	35,717,934	38,585,866	21,969,413	44,179,427	50,717,515	6,538,088	14.8%
Total	\$1,232,890,241	\$1,292,940,422	\$1,325,537,535	\$1,679,889,687	\$1,897,788,942	\$217,899,255	13.0%

* The increase in the BCC Departments - FY 2022 Budget is primarily due to grant revenue.



Fiscal Year 2022 Results (Draft ACFR)

- General Fund Revenues and other funding sources are approximately 25.9% over FY 2022 Adopted Budget
- General Fund Expenditures and transfers out (net of reserves) are approximately 11.1% under FY 2022 Adopted Budget
- General Fund Balance is \$405.3M of which \$400.1M is BCC unassigned
- The County participates in the Florida Retirement System (FRS)
- The County funded 100% of its required contribution to FRS in FY 2022, consistent with historical practice



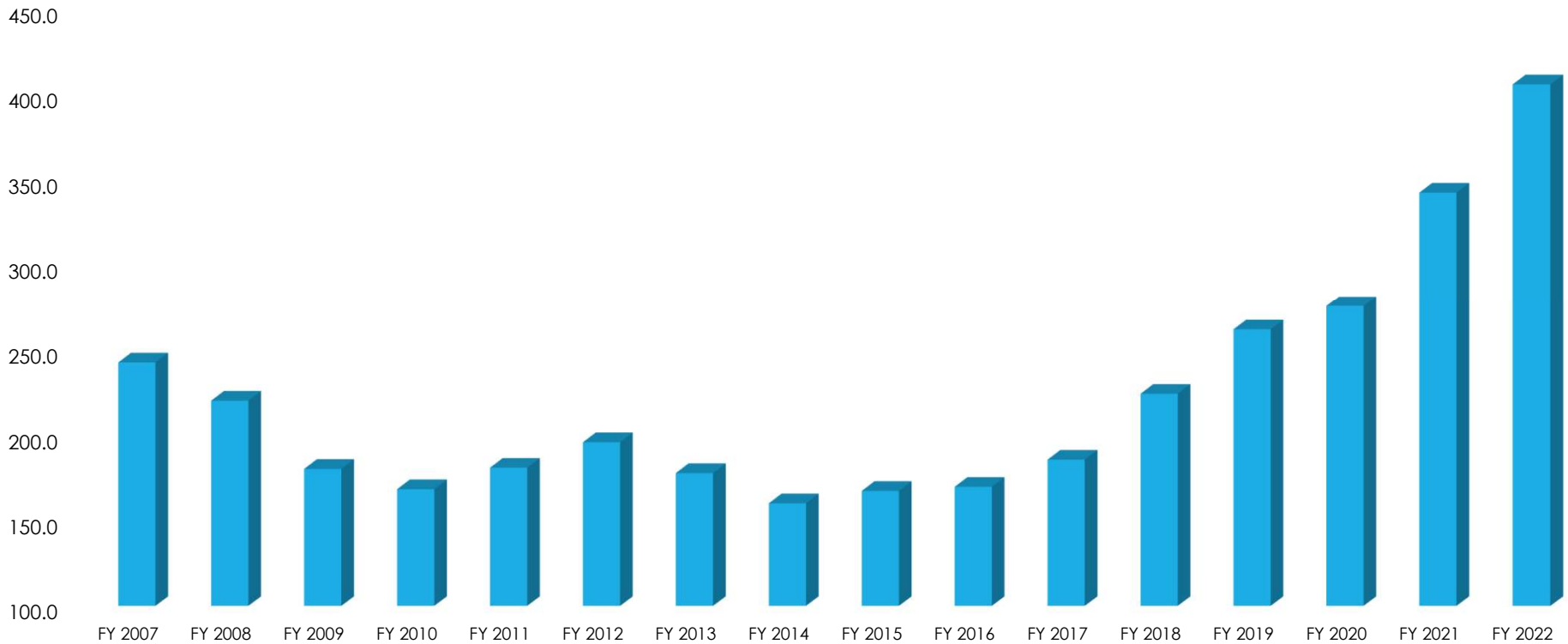
Fiscal Year 2022 Results (Draft ACFR)

General Fund Revenue	FY 2021 Actual	%	FY 2022 Actual	%	% Change to Budget
Property Taxes	968,983,482	69.6%	1,022,337,909	58.8%	5.5%
Other Taxes	67,093,746	4.8%	70,645,386	4.1%	5.3%
Licenses and Permits	38,504,163	2.8%	45,099,479	2.6%	17.1%
Intergovernmental Revenue.	145,840,127	10.5%	419,366,659	24.1%	187.6%
Charges for Services	46,828,820	3.4%	51,103,061	2.9%	9.1%
Interest & Other	124,473,605	8.9%	131,442,937	7.6%	5.6%
Total	1,391,723,943	100.0%	1,739,995,431	100.0%	25.0%

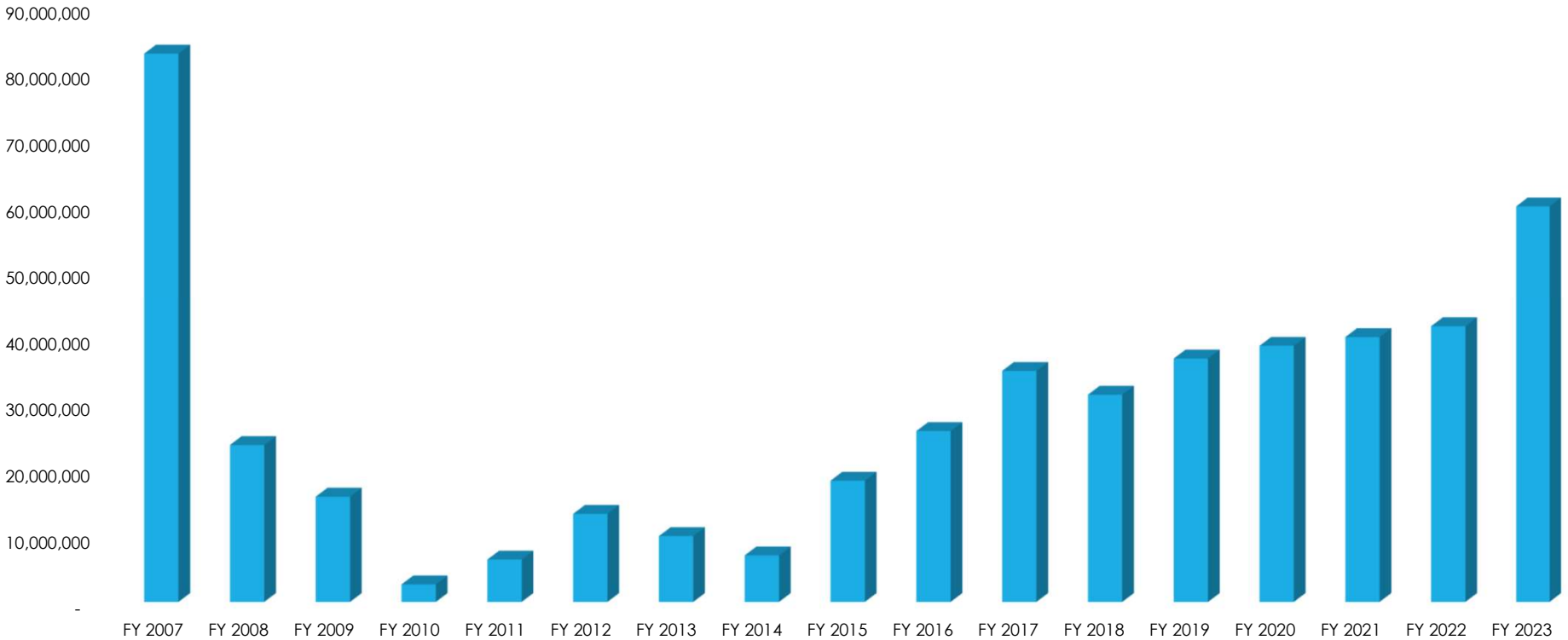
General Fund Expenditures	FY 2021 Actual	%	FY 2022 Actual	%	% Change to Budget
General Government	158,852,899	12.0%	170,930,458	10.2%	7.6%
Public Safety	24,850,455	1.9%	24,769,491	1.5%	(0.3%)
Physical Environment	13,558,954	1.0%	14,214,206	0.8%	4.8%
Transportation	4,235,000	0.3%	4,235,000	0.3%	0.0%
Economic Environment	50,350,346	3.8%	54,046,366	3.2%	7.3%
Human Services	49,555,896	3.7%	77,366,021	4.6%	56.1%
Culture & Recreation	55,950,292	4.2%	66,878,372	4.0%	19.5%
Capital Outlay	216,916	0.0%	183,349	0.0%	(15.5%)
Debt Service	84,360	0.0%	232,124	0.0%	175.2%
Transfers Out	967,882,417	73.0%	1,264,089,675	75.4%	30.6%
Total	1,325,537,535	100.0%	1,676,945,062	100.0%	26.5%



General Fund - Fund Balance (in millions)



Ad Valorem Funded Capital



FY 2023 CIP Projects

	Ad Valorem	Other Funding	Total
Building Division (PZB)	\$0	\$10,864,000	\$10,864,000
County Library	13,200,000	1,220,750	14,420,750
Criminal Justice	0	332,500	332,500
Department of Airports	0	114,574,431	114,574,431
Environmental Lands and Beaches	250,000	29,061,876	29,311,876
Fire Rescue	33,840,000	1,519,050	35,359,050
Five Year Road Program	0	50,063,698	50,063,698
General Government	52,986,901	21,824,796	74,811,697
Infrastructure Surtax	0	98,534,541	98,534,541
Parks and Recreation	6,495,000	10,015,210	16,510,210
Streets and Drainage	0	760,950	760,950
Water Utilities Department	0	76,738,179	76,738,179
TOTAL	\$106,771,901	\$415,509,981	\$522,281,882

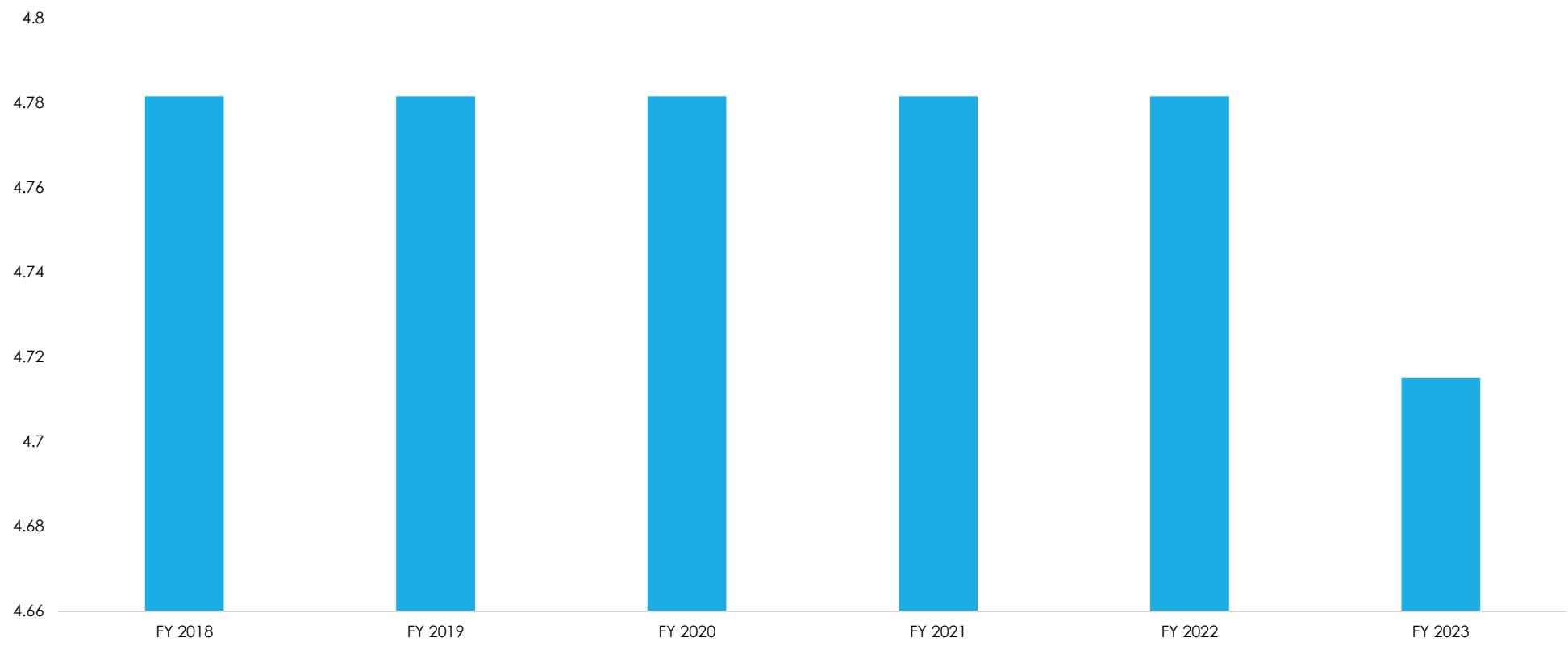


FY 2023 Adopted Budget

- Property Values up 15.0% over 2022, generating an additional \$141.8 million in property taxes at a lower rate of 4.715 mills
- Combined with the Library rate of 0.5491, the County is 4.7359 mills below the statutory cap of 10 mills
- Total General Fund Budget of \$1.9 billion, a \$218 million, or 13.0%, increase from the FY 2022 Adopted Budget
- The Budget includes the addition of 96 new positions for a total BCC position count of 6,960. This is still below the peak of 6,994 in FY 2008.
- Provides a 6% pay increase to maintain competitive salaries
- Maintains Appropriated Reserves at \$260.4M

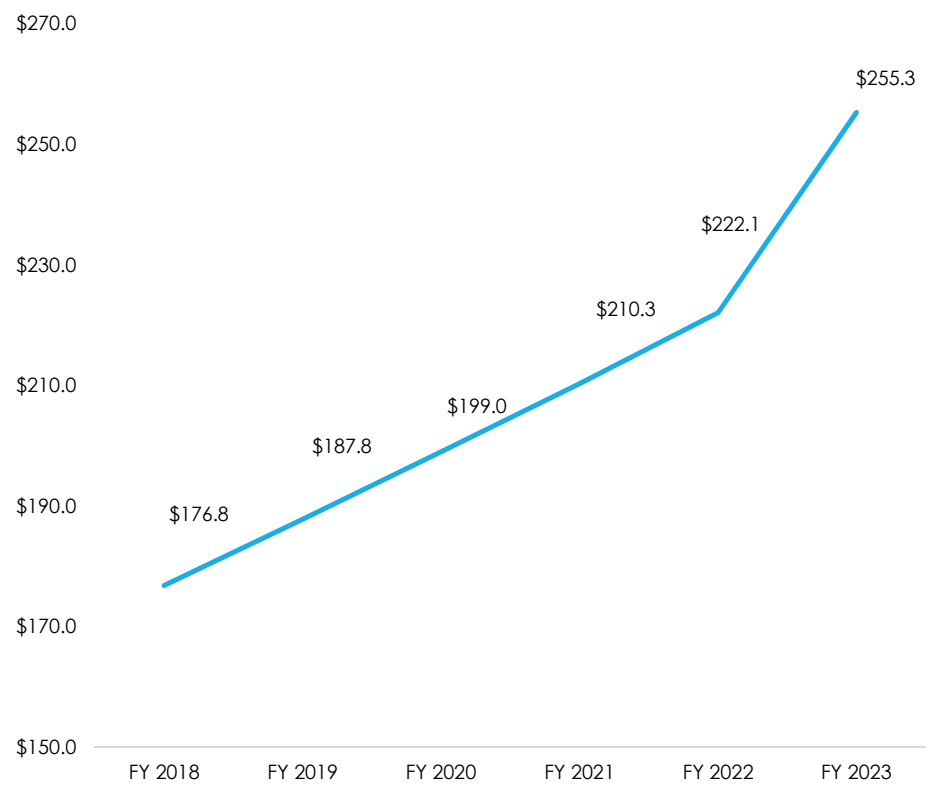


Countywide Operating Millage

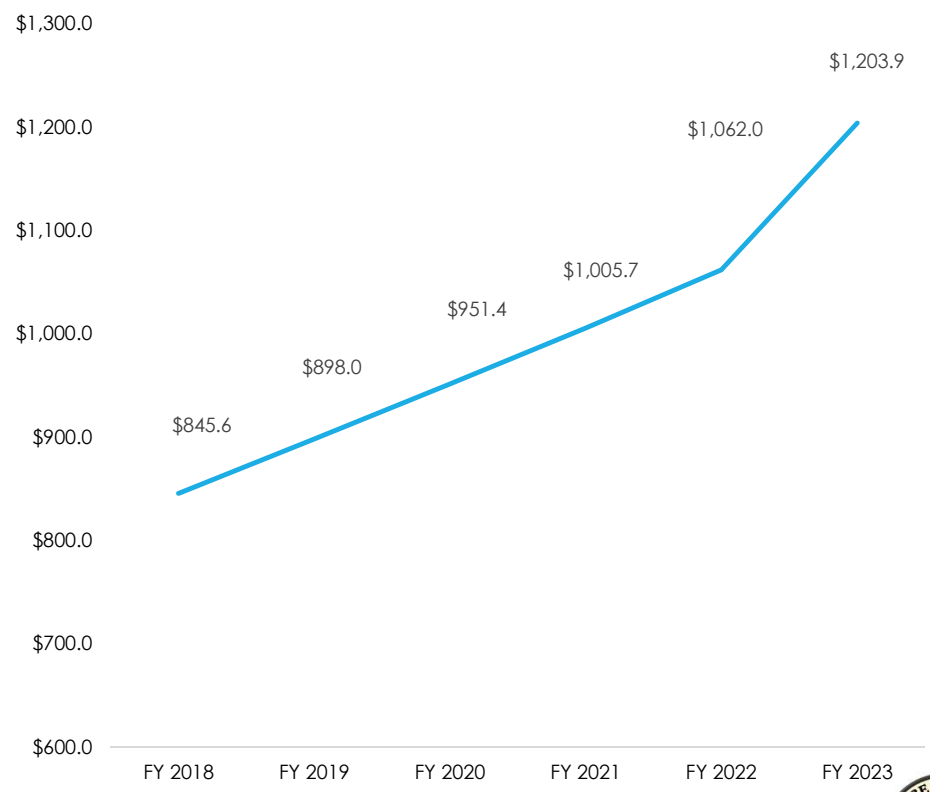


Countywide Taxable Values and Tax History

Taxable Values History (in Billions)



Ad Valorem Tax History



Capital Program and Debt Update



Upcoming Bond Financings

- Roger Dean Jupiter Stadium Expansion
- Proposed Capital Improvement Projects
- Workforce/Affordable Housing



Roger Dean Jupiter Stadium Expansion

- On March 14, 2023, the Board approved a funding plan in an amount not to exceed \$140,000,000 for the expansion of the Roger Dean Jupiter Stadium
- Funding to come from a combination of Tourist Development Taxes, state sales tax, and lease revenues from the teams
 - Approximately 32% TDT



Roger Dean Jupiter Stadium Expansion

- Bonds will be issued to finance the renovation and expansion of the Roger Dean Jupiter Stadium
- Non-ad valorem, taxable and tax-exempt securities competitive sale, with fixed coupons for 25 years

Preliminary Financing Sources and Uses

Sources	
Bond Proceeds:	
Par Amount	130,135,000.00
Premium	5,175,428.25
Total Sources:	135,310,428.25
Uses	
Project Fund Deposits:	
Tax-Exempt	42,880,000.00
Taxable	91,120,000.00
Delivery Date Expenses:	
Cost of Issuance	650,675.00
Underwriter's Discount	650,675.00
Additional Proceeds	9,078.25
Total Uses:	135,310,428.25



Proposed NAV CIP Tax-Exempt Bonds Competitive Sales FY 2023-FY 2026

	FY 2023	FY 2024	FY 2025	FY 2026
Generators/Hardening at Critical Facilities	\$10,000,000			\$10,000,000
Medical Examiner Office Expansion	14,200,000			
Mosquito Control Redevelopment	17,600,000			
Supervisor of Elections Exterior Hardening*	12,500,000			
South County Administrative Complex		\$80,000,000		
Infrastructure Surtax Potential Shortfall				\$40,000,000
TOTAL	\$54,300,000	\$80,000,000	\$0M	\$50,000,000



Workforce/Affordable Housing GO Bonds

- On November 8, 2022, approximately 55% of Palm Beach County voters approved the issuance of Workforce/Affordable Housing General Obligation (GO) Bonds.
- Taxable bonds will be competitively sold in one or more series, in an aggregate principal amount of not to exceed \$200M.
- The County is proceeding with a validation of the Bonds, a statutorily established process whereby the Circuit Court determines the validity of the authorization of the Bonds (F.S Ch. 75). Once the bonds are validated in Circuit Court, the Board of County Commissioners will authorize the initial series of bonds.
- The initial series bonds would need to be issued no later than June 2023 to allow for the approval of a millage rate during the FY 2024 budget process. The first debt service payment will be made in FY 2024.
- Workforce and affordable housing units will consist of the acquisition, construction, and equipping of condominiums, multi-family rental units, single-family homes, and townhomes. Projects can be mixed-income and mixed-use; however, bond financing will only be available for the eligible housing units that meet the County requirements. Projects may be financed by combining other funding to create rental and homeownership opportunities for households earning up to 140% area median income.



Palm Beach County Bonded Debt

General Obligation Bonds (GO)

Funded by dedicated line item on property tax bills

\$26,250,000

Non-Ad Valorem Bonds (NAV)

Funded by all unrestricted revenues in the General Fund and some Special Revenue Funds

\$563,647,337

Revenue Bonds

Funded by user fees (Water Utility Bonds and Airport Bonds)

\$180,224,721

* Outstanding as of 10/1/22



General Obligation Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
19.5M Refunding Bonds, Series 2010	Refund a portion of outstanding Series 2003 Library Expansion Facilities	\$19,530,000	9/7/10	7/1/23	\$2,090,000
28.7M Refunding Bonds, Series 2010	Refund a portion of outstanding Series 2003A and 2005, Recreation and Culture Facilities	28,700,000	10/6/10	7/1/25	6,870,000
11.9M Refunding Bonds, Series 2014	Refund a portion of outstanding Series 2006, Library Facilities	11,865,000	8/19/14	8/1/25	4,525,000
28.0M Refunding Bonds, Series 2014	Refund a portion of outstanding Series 2006, Waterfront Access	28,035,000	8/19/14	8/1/26	12,765,000
TOTAL		\$88,130,000			\$26,250,000



Non Self-Supporting Revenue Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
11.6M Taxable Public Imp Rev. Bonds Series 2010	Permanent Financing Convention Ctr. Hotel Land initially paid for with Bond anticipation note	\$11,598,107	4/28/10	11/1/24	\$3,035,368
16.2M Capital Improvement Refunding Bonds, Series 2012	Refund BAN for public building improvements - Four Points	16,189,340	4/17/12	3/1/27	5,737,600
13.2M Public Improvement Rev. Bonds, Series 2013	For a grant to Max Planck	13,180,000	10/9/13	12/1/28	6,774,369
28.1M Taxable Public Improvement Rev. Bonds, Series 2013	To construct the Convention Center Hotel	28,075,000	10/29/13	11/1/23	1,310,000
72.4M Public Improvement Rev. Refunding Bonds, Series 2014A	Refund Series 2006, 2007A, 2007B and 2007C	72,445,000	10/1/14	11/1/27	46,630,000



Non Self-Supporting Revenue Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
72.4M Public Improvement Rev. Refunding Bonds, Series 2014A	Refund Series 2006, 2007A, 2007B and 2007C	72,445,000	10/1/14	11/1/27	46,630,000
63.6M Public Improvement Rev. Refunding Bonds, Series 2015	Refund Series 2008A and 2008-2	63,635,000	3/11/15	11/1/28	41,085,000
63.2M Public Improvement Rev. Bonds, Series 2015A	To construct Convention Center Parking Garage and Airport Center improvements	63,155,000	5/20/15	11/1/35	48,200,000
18.8M Taxable Public Improvement Rev. Bonds, Series 2015B	For a grant to Max Planck	18,805,000	10/14/15	12/1/25	8,135,000
65.4M Taxable Public Improve. Rev. Bonds, Series 2015C	To construct Ballpark of the Palm Beaches	65,360,000	12/9/15	12/1/45	54,670,000



Non Self-Supporting Revenue Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
121.0M Public Improvement Rev. Refunding Bonds, Series 2016	Partial Refunding of Public Improvement Revenue Bonds for the Jail Expansion Project/Public Buildings	121,035,000	4/27/16	5/1/38	105,255,000
22.5M Revenue Improvement Refunding Bonds, Series 2018	Refunding of Public Improvement Revenue Bonds for the Ocean Avenue Bridge and Max Planck, Florida Corporation Projects	22,540,000	9/28/18	8/1/31	16,195,000
41.8M Taxable Public Improve. Rev. Refunding Bonds, Series 2019A	Refund portion of Series 2011 Public Improvement Revenue Refunding Bonds for the Convention Center Project	41,830,000	2/13/20	11/1/30	40,835,000
25.2M Taxable Public Improve. Rev. Refunding Bonds, Series 2019B	Refund portion of Series 2013 Taxable Public Improvement Revenue Bonds for the Convention Center Hotel Project	25,180,000	11/26/19	11/1/43	24,480,000



Non Self-Supporting Revenue Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
51.1M Public Improve. Rev. Bonds, Series 2021A	To construct Supervisor of Elections Operations Building	51,050,000	4/29/21	12/1/40	49,665,000
44.7M Taxable Public Improve. Rev. Refunding Bonds, Series 2021B	Refund portion of Series 2012 Public Improvement Revenue Refunding Bonds	44,705,000	4/29/21	12/1/24	43,355,000
69.2M Taxable Public Improve. Rev. Refunding Bonds, Series 2021C	Taxable Refunding of Series 2015D Public Improvement Revenue Refunding Bonds	69,235,000	4/29/21	12/1/45	68,285,000
TOTAL		\$728,017,447			\$563,647,337



Self-Supporting Revenue Bonds

Issue	Purpose	Amount Issued	Issue Date	Maturity Date	Amount Outstanding
57.1M Airport System, Revenue Refunding Bonds, Series 2016	Refund Series 2006A	\$57,070,000	7/26/16	10/1/36	\$51,750,000
72.4M Water & Sewer Revenue Refunding Bonds, Series 2013	Refund portion of Series 2006A Bonds	72,430,000	2/27/13	10/1/23	3,900,000
26.9M Water & Sewer Revenue Refunding Bonds, Series 2015	Refund portion of Series 2006A Bonds	26,930,000	3/11/15	10/1/36	23,385,000
Glades Utility Authority Debt - FDEP	Glades Utility Authority (GUA) was absorbed by County along with the outstanding debt.	9,706,404	5/1/13	5/15/33	5,074,721
44.1M Water & Sewer Revenue Refunding Bonds, Series 2019	Refund Series 2009	44,105,000	11/26/19	10/1/40	39,375,000
TOTAL		\$269,616,404			\$180,224,721



Existing NAV Debt Service By Source

Source	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
General Fund	\$58,058,518	\$51,400,213	\$51,277,439	\$37,739,113	\$35,536,219	\$33,109,277
Tourist Development Tax	16,357,102	16,363,067	16,343,905	16,325,100	16,607,956	16,592,330
Transportation Improvement Fund	1,035,388	1,031,693	1,024,982	1,020,225	1,012,451	1,006,632
TOTAL	\$75,451,008	\$68,794,973	\$68,646,326	\$55,084,438	\$53,156,626	\$50,708,239



Debt Service Forecast FY 2023 – FY 2028

	FY 2023	FY 2024	FY 2025	FY2026	FY 2027	FY 2028
\$134M NAV Roger Dean Jupiter Stadium Expansion*		\$9,927,966	\$9,737,038	\$9,737,485	\$9,738,681	\$9,735,120
\$54.3M NAV Various Facilities		3,993,000	3,992,750	3,993,750	3,990,750	3,993,750
\$80M NAV South County Admin. Complex			6,083,750	6,089,250	6,088,750	6,087,250
\$50M NAV Infrastructure Surtax Potential Shortfall					4,100,250	4,103,000
Existing NAV Bonds**	75,451,008	68,794,973	68,646,326	55,084,438	53,156,626	50,708,239
TOTAL	\$75,451,008	\$82,715,939	\$88,459,864	\$74,904,923	\$77,075,057	\$74,627,359

* Includes debt funded by the State, Baseball Teams, and bed tax as per agreement approved by BCC 05/17/22.

** Includes all debt funded by the General Fund and bed tax.



Summary

- Economy
 - Palm Beach County's tax base is large, diversified, and growing
 - Economic recovery is strong (taxable property values increasing, revenue growth, increased population, business development)
- County Management and Performance
 - Budgets have been well managed during difficult times
 - General Fund balances remain favorable with significant additional reserves in other funds
 - Capital Plan is managed to fit within existing revenues and debt service constraints

