

**Lee County Board Of County Commissioners
Agenda Item Summary**

Blue Sheet No. 20040380

1. REQUESTED MOTION:

ACTION REQUESTED: Approve the potential advance refunding of the remaining Term Bond Due October 1, 2027 from the Transportation Facilities Revenue Bonds, Series 1995 (Midpoint Bridge).

WHY ACTION IS NECESSARY: BOCC Approval is requested.

WHAT ACTION ACCOMPLISHES: Allows for the preparation of documents for the potential advance refunding of the remaining Term bond due October 1, 2027 from the Transportation Facilities Revenue Bonds, Series 1995 (Midpoint Bridge)

2. DEPARTMENTAL CATEGORY:

COMMISSION DISTRICT #

CIA

3. MEETING DATE:

04-13-2004

4. AGENDA:

- CONSENT
- ADMINISTRATIVE
- APPEALS
- PUBLIC
- WALK ON
- TIME REQUIRED:

5. REQUIREMENT/PURPOSE:
(Specify)

- STATUTE
- ORDINANCE
- ADMIN. CODE
- OTHER

6. REQUESTOR OF INFORMATION:

- A. COMMISSIONER
- B. DEPARTMENT County Administration
- C. DIVISION Budget Services

BY: Antonio Majul, Budget Director

AM

BACKGROUND: On January 21, 2004, Lee County refunded a major portion of its Transportation Facilities Revenue Bonds, Series 1995 (Midpoint Bridge) as the Transportation Facilities Refunding Revenue Bonds, Series 2004B with a net present value savings of \$2.6 million. Not included in that refunding was \$28.9 million in Terms Bonds Due October 1, 2027.

Recently, market conditions have allowed a refunding opportunity for the remaining Term Bond. Assuming the issuance of a callable term bond, the net present value savings was \$1.1 million or 3.89% savings. *Market conditions will likely change causing either the savings to improve or for the potential refunding to be "out of the money".* It was hoped that this potential refunding would be added as a separate series along with the financing that is expected to occur for construction of the new Sanibel Causeway under a common Official Statement offering (Series A and Series B). However, given the uncertain status (Background Continued on Page 2)

8. MANAGEMENT RECOMMENDATIONS: Approval to proceed with document preparation for the potential advance refunding of the remaining Term Bond Due October 1, 2027 from the Transportation Facilities Revenue Bonds, Series 1995 (Midpoint Bridge).

9. RECOMMENDED APPROVAL:

A Department Director	B Purchasing or Contracts	C Human Resources	D Other	E County Attorney	F Budget Services				G County Manager
<i>AM</i> <i>3/30/04</i>				<i>KLB</i> <i>3/23/04</i>	OA <i>JL</i>	OM <i>3/31/04</i>	Risk <i>3/31/04</i>	GC <i>3/31/04</i>	<i>HB</i> <i>4/1/04</i>

10. COMMISSION ACTION:

- APPROVED
- DENIED
- DEFERRED
- OTHER

Rec. by CoAtty
Date: 3/30/04
Time: 4:55
Forwarded To:
Co. Admin
3/31/04

RECEIVED BY
COUNTY ADMIN
3/30/04
10:55 AM
COUNTY ADMIN
FORWARDED TO:
9-1-04
3 pm

HB

Blue Sheet #20040380 Background (Continued)

regarding the timing of a potential new Sanibel Causeway financing and the possible refunding opportunity for the balance of the Series 1995 bonds, it would appear appropriate to initiate document preparation. A request for proposal for underwriter services will be prepared by the County's Financial Advisor. Assuming market conditions remain favorable, an agenda item will be brought to the BOCC for authorization to price the bonds upon approval from the Bond Selection Committee.