



TO: Honorable Mayor & Members of the Fort Lauderdale City Commission

FROM: Lee R. Feldman, ICMA-CM, City Manager

DATE: April 7, 2015

TITLE: Authorization of the Issuance by the Fort Lauderdale Community Redevelopment Agency of Fort Lauderdale Community Redevelopment Agency Tax Increment Revenue Note, Series 2015 (Northwest-Progresso-Flagler Heights Community Redevelopment Area Project)

Recommendation

It is recommended that the City Commission approve a resolution authorizing the issuance by the Fort Lauderdale Community Redevelopment Agency of Fort Lauderdale Community Redevelopment Agency Tax Increment Revenue Note, Series 2015 (Northwest-Progresso-Flagler Heights Community Redevelopment Area Project) in the form of a bank loan in an amount not to exceed \$7.8 million for the purpose of financing the design and construction of the North Loop option of the Wave Streetcar Project to STI Institutional and Government, Inc., a SunTrust Company.

Background

The proposed loop would extend the current streetcar route west along NE Sistrunk Boulevard (its current termination point) to Andrews Avenue turning south on N. Andrews Avenue to connect to NE 4th Street. The design and construction cost for the North Loop Option for Wave Streetcar Project is estimated at \$7.6 million. Financing options for the North Loop option for the Wave Streetcar Project were presented to the Commission on October 21, 2014 (CAM 14-1312).

An Invitation to Bid was issued on February 9, 2015. Three responses were received, none of which were considered responsive. All of the respondents were given an opportunity to cure the deficiency. STI Institutional and Government, Inc., a SunTrust Company, was the only respondent to comply. Details of the bank loan are as follows:

| | |
|----------------------|--|
| Loan amount | \$7,603,000 |
| Interest rate | 3.17% |
| Term | 11 years, maturing November 1, 2025 |
| Debt service reserve | None |
| Security | Tax Increment Financing (TIF) Revenues |

The total cost of the loan is approximately \$9.1 million in debt service payments to be paid from Tax Increment Financing revenues over the next 11 years. Maximum annual debt service is \$858,598. An interest payment of \$14,729 is due on May 1, 2015.

Resource Impact

Contingent upon approval of agenda item #15-0333, the consolidated budget amendment, there will be a fiscal impact to the City in the amount of \$7,603,000.

| Funds available as of March 27, 2015 | | | | | |
|--------------------------------------|----------------------------------|---|------------------------------|---------------------------------|--------------------|
| ACCOUNT NUMBER | INDEX NAME (PROGRAM) | OBJECT CODE/ SUB-OBJECT NAME | AMENDED BUDGET (Object Code) | AVAILABLE BALANCE (Object Code) | AMOUNT |
| 106-FD106.02-T300 | NW PROGRESSO FLAGLER HEIGHTS CRA | OTHER FINANCING SOURCES / LOANS & NOTE PROCEEDS | \$0.00 | \$0.00 | \$7,544,568 |
| 288-FD288-T300 | TAX INCREMENT REVENUE LOANS | OTHER FINANCING SOURCES / LOANS & NOTE PROCEEDS | \$0.00 | \$0.00 | \$58,432 |
| | | | | TOTAL ► | \$7,603,000 |

| ACCOUNT NUMBER | INDEX NAME (PROGRAM) | OBJECT CODE/ SUB-OBJECT NAME | AMENDED BUDGET (Object Code) | AVAILABLE BALANCE (Object Code) | AMOUNT |
|--------------------|----------------------------------|--|------------------------------|---------------------------------|--------------------|
| 106-DSD060601-4299 | NW PROGRESSO FLAGLER HEIGHTS CRA | OTHER OPERATING USES / OTHER CONTRIBUTIONS | \$0.00 | \$0.00 | \$7,544,568 |
| 288-FD288-7305 | TAX INCREMENT REVENUE LOANS | DEBT SERVICE / OTHER DEBT COSTS | \$0.00 | \$0.00 | \$58,432 |
| | | | | TOTAL ► | \$7,603,000 |

Strategic Connection

This item is a *Press Play Fort Lauderdale Strategic Plan 2018* initiative, included within the Internal Support Cylinder of Excellence, specifically advancing:

- Goal 12: Be a leading government organization, managing resources wisely and sustainably.
- Objective 1: Ensure sound fiscal management

This item advances the *Fast Forward Fort Lauderdale Vision Plan 2035: We are United.*

Related CAM(s): 15-0414 and 15-0333.

Attachments

Exhibit 1 – Resolution 15-69

Exhibit 2 – Bid Tabulation

Exhibit 3 – STI Loan Proposal

Exhibit 4 – STI Rate Lock Letter

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