



CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING

#23-0009

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

FROM: Greg Chavarria, City Manager

DATE: February 7, 2023

TITLE: Resolution Declaring the City's Official Intent to Reimburse Itself from the Proceeds of the Special Obligation - Line of Credit Agreement (Police and Public Safety Project) - (**Commission Districts 1, 2, 3 and 4**)

Recommendation

Staff recommends the City Commission adopt a resolution declaring the official intent of the City of Fort Lauderdale to reimburse itself from loan proceeds of not to exceed \$45 Million for funds advanced by the City for certain capital expenditures for police and public safety expenses incurred with respect to the acquisition, construction, development, extensions, enlargement, improvement, renovation, equipping and furnishing of police and public safety facilities.

Background

On March 12, 2019, Fort Lauderdale voters approved bond referendums to issue GO Bonds to finance the acquisition, construction, renovation and improvement of police and public safety facilities.

On February 12, 2020, the City issued General Obligation Bonds, Series 2020B (Police and Public Safety Projects) for the purpose of financing a portion of the costs of the development, design, acquisition, construction, equipping, installation, improvement and furnishing of police and public safety facilities, equipment, and technology.

The original construction estimate was approximately \$100,000,000. However, with increasing costs due to inflation, the estimated construction cost is now \$142,000,000 and the City is need of additional funding.

The City intends to finance the additional costs of the Police and Public Safety Project through the issuance of long-term bonds (Special Obligation Bonds). While the City prepares to issue the Special Obligation Bonds, it desires to obtain short-term financing for the additional costs of the Police and Public Safety Project in the form of a line of credit.

This is being adopted to comply with certain requirements of the Internal Revenue Code of 1986, as amended, that govern the process for such reimbursements.

Resource Impact

There is no current fiscal impact associated with this item.

Strategic Connections

This item supports the *Press Play Fort Lauderdale 2024* Strategic Plan, specifically advancing:

- The Internal Support Focus Area
- Goal 8: Build a leading government organization that manages all resources wisely and sustainably.
- Objective: Maintain financial integrity through sound budgeting practices, prudent fiscal management, cost effective operations, and long-term financial planning

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

Attachment

Exhibit 1 - Resolution

Prepared by: Pamela Winston, Treasurer
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Department Directors: Linda Short, Finance
Patrick Lynn, Police