



CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING

#18-0102

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

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

DATE: January 23, 2018

TITLE: Resolution Authorizing the Issuance of Water and Sewer Revenue Bonds,
Series 2018 in a Par Amount Not to Exceed \$200,000,000

Recommendation

It is recommended that the City Commission approve a resolution authorizing the issuance of Water and Sewer Revenue Bonds, Series 2018 (Series 2018 Bonds) in a par amount not to exceed \$200,000,000 for the purpose of providing funds, together with other legally available funds of the City (i) to finance a portion of the costs of improving and upgrading the City's Water and Sewer System, including, to the extent permissible reimbursement to the City for amounts previously paid for such costs, and (ii) pay the costs of issuance, as determined by the City Manager prior to the award of the Series 2018 Bonds.

Background

On February 18, 2003, the City Commission adopted Resolution 03-29, which constitutes the Master Bond Resolution for the City's Water and Sewer Revenue Bonds. The Master Bond Resolution provides for the issuance, from time to time, of water and sewer revenue bonds; provides the source of security of and payment for such bonds; and contains covenants for the benefit of the bondholders. A series resolution is the vehicle used to authorize each specific series (or installment) of bonds. There were four series issued under the Master Bond Resolution:

- \$90 million Water and Sewer Revenue Bonds, Series 2003
- \$100 million Water and Sewer Revenue Bonds, Series 2006
- \$155 million Water and Sewer Revenue Bonds, Series 2008
- \$82.3 million Water and Sewer Revenue Bonds, Series 2010

The City Commission has adopted Resolutions 12-75, 14-186 and 16-64, which authorized the refunding of the Series 2003, Series 2006, Series 2008 and Series 2010 bonds.

The Series 2018 Bonds are payable from and secured by a lien on the pledge of the net revenues derived from the City's ownership or operation of the Water and Sewer System and certain other moneys held under the Master Bond Resolution on a parity with the Water and Sewer Revenue Refunding Bonds, Series 2012, Water and Sewer Revenue Refunding Bonds, Series 2014, Water and Sewer Revenue and Revenue Refunding Bonds, Series 2016 and any other additional Parity Bonds or Alternative Parity Debt issued after the issuance of the Series 2018 Bonds. The final maturity of the Series 2018 Bonds will be September 1, 2048.

The Series 2018 Bonds will be sold via competitive sale on February 6, 2018 with the pre-closing on February 19, 2018 and closing on February 20, 2018. The proceeds from bonds, inclusive of par amount plus premium, will be used to fund projects from the Comprehensive Utilities Strategic Master Plan, reimburse the City for amounts paid as defined in Resolution 17-240, and pay for the cost of issuance.

Resource Impact

There is an estimated fiscal impact of \$201,559,266 associated with this action, which includes \$200,000,000 for capital projects and \$1,559,266 for cost of issuance. Funding is contingent upon the approval of the consolidated budget amendment (CAM 18-0110).

Funds available as of January 11, 2018					
ACCOUNT NUMBER	INDEX NAME (Program)	CHARACTER CODE/ SUB-OBJECT NAME	AMENDED BUDGET (Character)	AVAILABLE BALANCE (Character)	AMOUNT
495-FD495.01-T305	Water and Sewer - Master Plan 2017	Other Financing Sources / Bond Proceeds	\$0	\$0	\$200,000,000
450-FD450.02-T305	Water and Sewer - Debt Service	Other Financing Sources / Bond Proceeds	\$0	\$0	\$1,559,266
TOTAL →					\$201,559,266

ACCOUNT NUMBER	INDEX NAME (Program)	CHARACTER CODE/ SUB-OBJECT NAME	AMENDED BUDGET (Character)	AVAILABLE BALANCE (Character)	AMOUNT
495-TBD-6599	Water and Sewer - Master Plan 2017	Capital Outlay / Construction	\$0	\$0	\$200,000,000
450-FD450.02-7305	Water and Sewer - Debt Service	Debt Service / Other Debt Cost	\$0	\$0	\$1,559,266
TOTAL →					\$201,559,266

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

18-0110

Attachments

Exhibit 1 – Current Listing of Water and Sewer Bond Projects as of December 21, 2017

Exhibit 2 – Resolution

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Linda Blanco, Finance

Department Director: Linda Logan-Short, Finance