



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#19-1109

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

FROM: Chris Lagerbloom, ICMA-CM, City Manager

DATE: December 17, 2019

TITLE: Resolution Authorizing the Execution of a Non-Revolving Line of Credit Agreement for Stormwater Improvement Projects - **(Commission Districts 1, 2, 3 and 4)**

Recommendation

It is recommended that the City Commission approve a resolution authorizing the execution of an agreement, in substantially the form attached, subject to review and approval by the City Attorney, with PNC Bank ("PNC") in the form of a non-revolving line of credit not to exceed the amount of \$70,500,000 for the purpose of financing certain stormwater improvements, to pay the cost of issuance and delegating authority to the City Manager to negotiate final terms of the Agreement.

Background

The purpose of the line of credit agreement is to provide funding for projects contained in the Stormwater Master Plan. The total cost of the Projects is expected to be approximately \$70,500,000.

On November 1, 2019, PFM Financial Advisors LLC ("PFM"), on behalf of the City, issued a Request for Proposals ("RFP") for a drawdown "non-bank qualified" tax-exempt line of credit financing not-to-exceed \$70.5 million. On November 22, 2019, the RFP closed with a total of two responses. The response submitted by PNC has met all of the specifications of the proposal and is recommended for award. Details of the line of credit are as follows:

Maximum Line of Credit Amount	\$70,500,000
Interest Rate	During the draw period
Term	Non-revolving Draw Period of 60 months from closing, at the end of the 60 month period Term Out Period begins for a 10-year period
Debt Service Reserve	None
Security	Net Revenues from the Stormwater System

Resource Impact

There will be a positive fiscal impact to the City in the amount of \$70,500,000.

Funds available as of December 5, 2019					
ACCOUNT NUMBER	INDEX NAME (Program)	CHARACTER CODE/ SUBJECT NAME	AMENDED BUDGET (Character)	AVAILABLE BALANCE (Character)	AMOUNT
473-FD473.01-T300	Stormwater Bond Construction 2019	Other Sources / Loan Proceeds	\$70,400,000	\$0	\$70,400,000
470-FD470.01-T300	Stormwater Operations	Other Sources / Loan Proceeds	\$100,000	\$0	\$100,000
				TOTAL ►	\$70,500,000

Strategic Connections

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

- The Infrastructure Focus Area
- Goal 1: Be a sustainable and resilient community.
- Objective: Reduce flooding and adapt to sea level rise.
- 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 planning

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

Attachments

Exhibit 1 – Resolution

Exhibit 2 – Final Rankings

Exhibit 3 – PNC Proposal

Exhibit 4 – Loan Documents

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