



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

#20-0168

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

FROM: Chris Lagerbloom, ICMA-CM, City Manager

DATE: April 7, 2020

TITLE: Resolution Authorizing the Issuance of Taxable Special Obligation
Refunding Bonds, Series 2020 in an Amount Not to Exceed \$170,000,000
– **(Commission Districts 1, 2, 3 and 4)**

Recommendation

It is recommended that the City Commission approve a resolution authorizing the issuance of Taxable Special Obligation Refunding Bonds, Series 2020 in an amount not to exceed \$170,000,000, for the purpose of refunding a portion of the City's outstanding Taxable Special Obligation Bonds, Series 2012 (Pension Funding Project), and pay the costs of issuance associated with the Series 2020 Bonds, as determined by the City Manager for the Series 2020 Bonds.

Background

In 2012, the City Commission adopted Resolution No.12-1979, authorizing the issuance of Special Obligation Bonds for the purpose of funding a portion of the Unfunded Actuarial Accrued liabilities of the City's General Employees Retirement System ("GERS") and Police and Firefighters Retirement System ("P&F"), including repayment to the City of a portion of its contribution to P&F.

The Series 2012 Bonds are secured by and payable from pledged funds consisting of, among other sources, certain designated revenues not derived from Ad Valorem Taxes, legally available Non-Ad Valorem revenues budgeted and appropriated by the City.

The City's staff and professional consultants have reviewed the economic environment; and based on current market conditions, a refunding of a portion of the remaining principal balance will provide an estimated net present value savings of \$11,388,172 or 7.6% (as of January 29, 2020).

Resource Impact

While there is no fiscal impact associated with this action in the current fiscal year. It is estimated that the refunding will generate \$1 Million per year savings starting in fiscal year 2021 through 2032.

Strategic Connection

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 planning

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

Attachments

Exhibit 1 – Refunding Analysis

Exhibit 2 – Resolution

Exhibit 3 – Official Notice of Bond Sale

Exhibit 4 – Preliminary Official Statement

Exhibit 5 – Paying Agent and Bond Registrar Agreement

Exhibit 6 – Escrow Deposit Agreement

Exhibit 7 – Continuing Disclosure Commitment

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