

RESOLUTION NO. R-2016-348

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO INITIATE THE PROCESS OF REFUNDING PRIOR OBLIGATIONS ISSUED BY OR ON BEHALF OF THE CITY, SPECIFICALLY THE FIRST FLORIDA GOVERNMENTAL FINANCING COMMISSION REVENUE BONDS, SERIES 2012 AND 2014 WITH A PRINCIPAL BALANCE OF \$8,595,000.00 AND \$6,515,000.00, RESPECTIVELY, AND PAYING ALL OTHER COSTS NECESSARY OR INCIDENTAL THERETO, ESTIMATED NOT TO EXCEED \$85,000, WITH THE ISSUANCE OF SAID BONDS TO BE BROUGHT BEFORE THE COMMISSION FOR FINAL APPROVAL.

WHEREAS, the First Florida Governmental Financing Commission (the "FFGFC"), was created in 1985 by Interlocal Agreement among the Cities of St. Petersburg and Sarasota, Florida, and Manatee County, Florida, pursuant to the Florida Interlocal Cooperation Act of 1969 to serve its Members as a cooperative capital financing program; and

WHEREAS, other municipalities and counties subsequently became members of the FFGFC, and the Cities of Hollywood and St. Petersburg, Florida and Broward County, Florida represent the three remaining Members of the FFGFC with outstanding loan obligations; and

WHEREAS, the FFGFC is required by its Interlocal Agreement to remain in existence as long as any Bonds of the FFGFC or obligations of any participating Governmental Unit issued under the Program of the FFGFC remain outstanding; and

WHEREAS, the FFGFC has resolved to dissolve at the earliest possible date after there are no longer any outstanding FFGFC Bonds or obligations of any participating Governmental Unit which a Member has incurred pursuant to the Program of the FFGFC; and

WHEREAS, since the FFGFC allocates operating costs proportionately to each Member and debt related costs are prorated based on each member's respective outstanding debt, it is to the City of Hollywood's benefit to minimize outstanding debt under this program, reducing the City's proportionate share of recurring expenses until such time that all outstanding Member debt has been liquidated and the FFGFC is dissolved; and

WHEREAS, the City desires to refund the existing loans with the current banks by which they are held, Pinnacle Public Finance, Inc. and PNC Bank National Association, for substantially the same terms and lower overall expense, given the current market environment of escalating rates, the prepayment penalty with PNC Bank

of \$94,000.00 and the ongoing FFGFC carrying costs of approximately \$45,000.00 per year until either the full maturity date of 2024 or such time as the Pinnacle loan becomes callable; and

WHEREAS, the City Manager and the Interim Financial Services Director recommend the refunding of these loans;

NOW THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:

Section 1: That it hereby approves and authorizes the appropriate City Officials to initiate the process of refunding the First Florida Governmental Financing Commission Revenue Bonds, Series 2012 And 2014.

Section 2: That all final terms and conditions are to be brought back before the Commission for final approval and that the associated cost in connection with the refunding process of these bonds is estimated not to exceed \$85,000.00.

Section 3: That this Resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this 14 day of Dec, 2016.

ATTEST:


PATRICIA A. CERNY, MMC, CITY CLERK


JOSH LEVY, MAYOR

APPROVED AS TO FORM AND LEGALITY
For the use and reliance of the
City of Hollywood, Florida, only.


JEFFREY P. SHEFFEL, CITY ATTORNEY *af*