

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: May 23, 2019

File: BIS 19-175

File: TMP-2019-333

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE EXTENSION OF THE LINE OF CREDIT AGREEMENT WITH CITY NATIONAL BANK FOR AN ADDITIONAL ONE YEAR TERM TO MAINTAIN A LINE OF CREDIT FACILITY TO ASSIST THE CITY IN MEETING THE COSTS OF RECOVERY IN THE EVENT OF A DISASTER; AUTHORIZING THE MAYOR TO EXECUTE PROMISSORY NOTES AND THE CITY MANAGER TO APPROVE DRAWS PURSUANT TO THE LINE OF CREDIT AGREEMENT.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This resolution seeks to authorize the one-year extension of the Line of Credit Agreement with City National Bank which expired on May 31, 2019. This line of credit in the form of a promissory note, not to exceed \$10,000,000, will assist the City in meeting the costs of disaster recovery in the event of a declared state of emergency.

There is a \$35,000 upfront renewal fee and approximately \$6,500 in legal fees due with the first draw (if any). Funding is available in the FY 2019 Adopted Operating Budget account number 001.120301.51300.531170.000000.000.000.

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