



City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:	File No.:	Item Type:		1 st Reading	2 nd Reading
6/18/2025	25-156	<input checked="" type="checkbox"/> Resolution <input type="checkbox"/> Ordinance <input type="checkbox"/> Other	Ordinance Reading	N/A	N/A
			Public Hearing	<input type="checkbox"/>	<input type="checkbox"/>
			Advertising Required	<input type="checkbox"/>	<input type="checkbox"/>
			Quasi-Judicial:	<input type="checkbox"/>	<input type="checkbox"/>
Fiscal Impact (\$):	Account Balance (\$):		Funding Source:	Project Number:	
\$2,267,480	To be appropriated upon execution of Loan Agreement		State Loan	N/A	
Contract/P.O. Required	RFP/RFQ/Bid Number:		Sponsor Name:	Department:	
<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	N/A		Geovanne Neste, Finance Director	Finance	
Strategic Plan Focus Areas:					
<input checked="" type="checkbox"/> Fiscal Stability	<input type="checkbox"/> Resident Services	<input type="checkbox"/> Public Safety	<input checked="" type="checkbox"/> Infrastructure & Mobility	<input type="checkbox"/> Economic Development & Affordable Housing	
Implementation Timeline:					
Estimated Start Date: 7/1/2025			Estimated End Date: 7/1/2045		

SHORT TITLE:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA, AUTHORIZING THE CITY TO ENTER INTO A NEW LOAN AGREEMENT #WW061722 TO REPLACE THE UNDISBURSED AMOUNT FROM THE 2018 LOAN AGREEMENT #WW061721 WITH THE FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION TO CONTINUE FUNDING FOR PHASE II OF THE CITY'S INFLOW AND INFILTRATION REHABILITATION PROJECT IN THE AMOUNT OF TWO MILLION, TWO HUNDRED, SIXTY-SEVEN THOUSAND, FOUR HUNDRED AND EIGHTY DOLLARS (\$2,267,480); AND PROVIDING FOR AN EFFECTIVE DATE.

STAFF SUMMARY:

Summary:

This item seeks Commission approval for the acceptance of a new State Revolving Fund (SRF) loan agreement with the Florida Department of Environmental Protection (FDEP) for a 20-year term (2025–2045). The new loan agreement, totaling \$2,267,480, is

intended to roll forward the unutilized portion of the previously approved loan (WW061721) to continue funding the Inflow and Infiltration Removal Phase 2 project. The original loan agreement remains in effect for repayment of disbursed funds, while this new agreement (WW061722) reflects the remaining balance available for use. The project scope remains consistent with the original planning documents approved by FDEP.

Background:

The City of Hallandale Beach entered into a loan agreement (WW061721) with the Florida Department of Environmental Protection (FDEP) on November 12, 2018, in the amount of \$3,600,000 to fund environmental water infrastructure improvements under the Hallandale Beach Inflow and Infiltration (I/I) Rehabilitation Project. The agreement included a loan term extending through 2038.

Over the course of the agreement, the City executed three amendments and successfully drew down approximately \$1,332,520, which fully covered Phase 1 of the project which included sanitary-sewer main lining and CCTV. The cost of completing this work came in lower than originally budgeted. The balance of \$2,267,480 was reserved for the separate Phase 2 lateral rehabilitation contract; however, that contract had not yet been bid or awarded by the loan's final completion date of November 15 2021, so no further disbursements could be processed before the loan automatically entered its repayment phase. As a result, FDEP could not extend the disbursement period for WW061721.

To allow the City to access the remaining approved but undisbursed funds, FDEP and the City agreed to initiate a new loan agreement (WW061722) effective in fiscal year 2025. This new agreement continues to support the same project scope through Phase II of the I/I Rehabilitation work. WW061721 remains active solely for repayment of disbursed funds.

Current Situation:

The City is in receipt of a draft loan agreement (WW061722) from the Florida Department of Environmental Protection (FDEP) that requires acceptance by the City Commission prior to execution by the City Manager. While there is no specific deadline for execution, FDEP has encouraged timely return of agreements to facilitate disbursement processing.

Execution of this agreement will allow the City to access the remaining loan funds previously approved under the 2018 agreement (WW061721) for continued work under the Hallandale Beach Inflow & Infiltration Rehabilitation Project. Upon Commission approval and written acceptance by the City Manager, the City will be able to submit eligible payment requests under the new loan agreement.

Why Action is Necessary:

Pursuant to Article V, Section 5.01, of the City of Hallandale Beach Charter, Resolutions are to be presented to and adopted by a majority of the Commission. Furthermore, as per

the Grants Administrative Policy, a resolution of the City Commission authorizing the approval and acceptance of the grant application and/or award is required.

Cost Benefit:

The proposed 2025–2045 FDEP loan agreement allows the City to continue financing critical environmental water infrastructure improvements using the remaining authorized loan balance from the 2018 agreement, avoiding the need to seek new or alternative funding sources. By rolling the unused funds into a new 20-year term, the City preserves access to low-interest financing through the State Revolving Fund program, reducing overall borrowing costs compared to issuing bonds or using general fund reserves. This ensures continued project momentum, improved financial planning, and long-term cost savings for the City and its residents.

PROPOSED ACTION:

The City Commission considers the attached Resolution.

ATTACHMENT(S):

Exhibit 1 - Resolution

Exhibit 2 – Loan Agreement No. WW061722

Prepared By: Jairus Brown
Jairus Brown
Grants Accounting Analyst

Reviewed By: Geovanne Neste
Geovanne Neste
Finance Director

Reviewed By: Noemy Sandoval
Noemy Sandoval
Assistant City Manager