



Hallandale Beach Community Redevelopment Agency Agenda Cover Memo

Meeting Date:	July 27, 2020		File No.	Item Type: <i>(Enter X in box)</i>	Resolution		Other	
			20-212		X		Click or tap here to enter text.	
Fiscal Impact: <i>(Enter X in box)</i>	Yes	No	Ordinance Reading: <i>(Enter X in box)</i>		1st Reading		2nd Reading	
		X	Public Hearing: <i>(Enter X in box)</i>		Yes	No	Yes	No
						X		X
Funding Source:			Advertising Requirement: <i>(Enter X in box)</i>		Yes		No	
							X	
Account Balance:			RFP/RFQ/Bid Number:		N/A			
Contract/P.O. Required: <i>(Enter X in box)</i>	Yes	No	Project Number :		N/A			
		X						
Strategic Priority: <i>(Enter X in box)</i>								
Capital Improvements								
Goal 1 - Undertake Total Improvements of Public Realm <input type="checkbox"/>								
Goal 2 - Promote Public/Public and Public/Private Partnership <input type="checkbox"/>								
Promote Projects with Large-Scale Impacts								
Goal 1 - Issue a Request for Proposals (RFP) for NW infill Housing <input type="checkbox"/>								
Goal 2 - Issue a Request for Qualifications (RFQ) for Dixie Highway/Foster Road parcel <input type="checkbox"/>								
Priority Area:								
North West Quadrant <input type="checkbox"/>								
FEC Corridor <input type="checkbox"/>								
Southwest Quadrant <input type="checkbox"/>								
Northeast Quadrant <input type="checkbox"/>								
Southeast Quadrant <input type="checkbox"/>								
Sponsor Name:	Dr. Jeremy Earle, Executive Director		Department:		HBCRA			

SHORT TITLE:

A RESOLUTION OF CHAIR AND BOARD OF DIRECTORS OF THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY, HALLANDALE BEACH, FLORIDA, APPROVING THE INTERLOCAL AGREEMENT BETWEEN THE CITY OF HALLANDALE BEACH AND THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY RELATING TO THE OBLIGATIONS OF HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY RELATIVE TO THE CITY OF HALLANDALE BEACH CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 2016 IN THE PRINCIPAL AMOUNT OF \$21,720,000 AND THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY REDEVELOPMENT REVENUE NOTE, SERIES 2020 IN THE PRINCIPAL AMOUNT \$20,000,000; AUTHORIZING THE EXECUTIVE DIRECTOR TO EXECUTE THE INTERLOCAL AGREEMENT; AUTHORIZING THE EXECUTIVE DIRECTOR TO TAKE ALL STEPS NECESSARY AND APPROPRIATE TO IMPLEMENT THE TERMS AND CONDITIONS OF THE INTERLOCAL AGREEMENT; AND PROVIDING AN EFFECTIVE DATE.

STAFF SUMMARY:

Background:

In 2015, the HBCRA issued the Hallandale Beach Community Redevelopment Agency Redevelopment Revenue Note, Series 2015 in the principal amount of \$15,400,000 (the "HBCRA Series 2015 Note").

In 2016, the City issued the City of Hallandale Beach, Florida Capital Improvement Refunding Revenue Bonds, Series 2016 in the principal amount of \$21,720,000 (the "City Series 2016 Bonds"). The amortization schedule under this debt calls for the HBCRA to contribute seventy six percent (76%) and the City twenty four percent (24%) of the yearly debt service payment until maturity.

State law and good controllership require that the financial relationships between City's and Community Redevelopment Agencies (CRA's) be codified in Interlocal Agreements (ILA's). This agreement state specifically that the HBCRA hereby agrees to contribute to the City a portion of the remaining debt service payable under the City Series 2016 Bonds in accordance with the amortization schedule attached hereto as Exhibit 3 and by this reference made a part hereof.

Current Situation

To ensure good controllership, the City and the HBCRA are codifying the existing financial relationship. The HBCRA hereby agrees to continue contributing to the City, a portion of the remaining debt service payable under the City Series 2016. However, notwithstanding the foregoing, no assurance can be given by the HBCRA to the City that in the future (a) sufficient tax increment revenues will be generated in the HBCRA community redevelopment area to transfer to the City

and be available for the HBCRA Debt Service Payments and/or (b) the City Commission acting in its capacity as the Board of Directors of the HBCRA will continue making appropriations of the HBCRA Debt Service Payments to the City of tax increment revenues as set forth in the amortization schedule. Notwithstanding the above, the City acknowledges and agrees that the HBCRA shall not be obligated to make, and expressly does not make, a pledge of its tax increment revenues with respect to the HBCRA Debt Service Payments. The Parties further agree that there shall be no lien, set-off right or other encumbrance (collectively, a "Lien") by the City against the tax increment revenues of the HBCRA and that the City shall not have any right to create any Lien on the tax increment revenues of the HBCRA.

Recommendation

Staff is requesting the Board of Directors to approved ILA between the City and the HBCRA.

Fiscal Impact

The fiscal impact is for an amount as provided in the FY 19/20 budget in substantially the same form.

Why Action is Necessary

In order for this financial relationship to be codified, the ILA needs to be approved by both the City and the HBCRA.

ATTACHMENT(S):

Exhibit 1 – Resolution

Exhibit 2 – Interlocal Agreement between City and HBCRA

Exhibit 3 – Broward OIG Letter 2012

Exhibit 4 – City & HBCRA Amortization schedule – Series 2016

Exhibit 5 – Interfund Transfer

Exhibit 6 – Capital Improvement Refunding Revenue Bonds – Series 2016