



## City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:	Item Type:		1 <sup>st</sup> Reading	2 <sup>nd</sup> Reading
7/27/2020	<input checked="" type="checkbox"/> Resolution <input type="checkbox"/> Ordinance <input type="checkbox"/> Other	Ordinance Reading	Click or tap to enter a date.	Click or tap to enter a date.
File No.:		Public Hearing	<input type="checkbox"/>	<input type="checkbox"/>
20-240		Advertising Required	<input type="checkbox"/>	<input type="checkbox"/>
		Quasi Judicial:	<input type="checkbox"/>	<input type="checkbox"/>
Fiscal Impact (\$):	Account Balance (\$):	Funding Source:	Project Number :	
N/A	N/A	N/A		
Contract/P.O. Required	RFP/RFQ/Bid Number:	Sponsor Name:	Department:	
<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	N/A	Greg Chavarria	City Manager	
Strategic Plan Focus Areas:				
<input checked="" type="checkbox"/> Financial	<input type="checkbox"/> Organizational Capacity	<input type="checkbox"/> Infrastructure	<input type="checkbox"/> Development, Redevelopment and Economic Development	
Implementation Timeline				
Estimated Start Date: Click or tap to enter a date. Estimated End Date: Click or tap to enter a date.				

### SHORT TITLE:

A RESOLUTION OF MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE, FLORIDA, APPROVING THE FIFTH AMENDMENT TO INTERLOCAL AGREEMENT BETWEEN THE CITY OF HALLANDALE BEACH AND THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY RELATING TO THE PLEDGE OF CITY INCREMENT REVENUE AS PERTAINS TO A REDEVELOPMENT REVENUE NOTE, SERIES 2015 TO FINANCE THE COST OF CERTAIN IMPROVEMENTS AND TO PROVIDE FOR SUCH NOTE TO BE ON A PARITY WITH THE ISSUER'S REDEVELOPMENT REVENUE NOTE, SERIES 2020 AND ADDITIONAL NOTES HEREAFTER ISSUED; AUTHORIZING THE CITY MANAGER TO EXECUTE AND IMPLEMENT THE AGREEMENT; AND PROVIDING AN EFFECTIVE DATE.

## **STAFF SUMMARY:**

### **Summary:**

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). As a condition to the purchase of the Series 2020 Note by the 2020 Lender, the City and the CRA are entering into this Fifth Amendment to reflect that the Notes will be on a parity with respect to pledge of Increment Revenues. The 2015 Lender has given its consent to the City and the CRA entering into this Fifth Amendment

### **Background:**

On May 19, 2014, the City and CRA entered into a First Amendment to Interlocal Agreement to provide for Project Management Services regarding the Parks Master Plan.

On August 5, 2015, the City and CRA entered into a Second Amendment to Interlocal Agreement which set forth the provisions by which the CRA secured financing for implementation of the O.B. Johnson Park project (the "2015 Project"), and the City was to utilize General Fund dollars in an amount not to exceed \$933,000 for interim financing of the 2015 Project.

On October 19, 2015, the City and CRA entered into a Third Amendment to Interlocal Agreement pursuant to which the CRA secured financing for implementation of the 2015 Project and the City was to utilize General Fund dollars in an amount not to exceed \$2,952,740 for interim financing of the 2015 Project

On November 4, 2015, City Ordinance No. 2015-15 (Exhibit 3) authorized the pledge of the Water Public Service Tax Revenues to payment of the Series 2015 Note and execution of the Fourth Amendment Providing the terms and conditions of such pledge.

By adoption of CRA Resolution No. 2015-29 CRA on November 16, 2015 (Exhibit 4), the CRA authorized issuance of the CRA's Redevelopment Revenue Note, Series 2015, which was purchased by STI Institutional & Government, Inc. (together with its successors and assigns, the "2015 Lender". As a condition, the City and CRA entered into a Fourth Amendment to Interlocal Agreement.

As a condition to the purchase of the Series 2020 Note by the 2020 Lender, the City and the CRA are entering into this Fifth Amendment to reflect that the Notes will be on a parity with respect to pledge of Increment Revenues. The 2015 Lender has given its consent to the City and the CRA entering into this Fifth Amendment.

### **Current Situation:**

As a condition to the purchase of the Series 2020 Note by the 2020 Lender, the City and the CRA are entering into this Fifth Amendment to reflect that the Notes will be on a parity with respect to pledge of Increment Revenues. The 2015 Lender has given its consent to the City and the CRA entering into this Fifth Amendment. To ensure good controllership, the City and the HBCRA are codifying the existing financial relationship.

### **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.

**PROPOSED ACTION:**

Staff is requesting the City Commission to approve the Fifth Amendment to Interlocal Agreement.

**ATTACHMENT(S):**

Exhibit 1 – Resolution

Exhibit 2 – Fifth Amendment to Interlocal Agreement between City and HBCRA

Exhibit 3 – City Ordinance No. 2015-15

Exhibit 4 – CRA Resolution No. 2015-29 CRA