



"The Best Waterfront City in Which to Live, Work And Play."

CITY OF RIVIERA BEACH

TO: HON. MAYOR, CHAIRPERSON, AND CITY COUNCIL

THROUGH: JONATHAN EVANS, CITY MANAGER, MPA, MBA, ICMA-CM

FROM: RANDY M. SHERMAN, DIRECTOR OF FINANCE & ADMINISTRATIVE SERVICES, CPA, CGFO, CTP

SUBJECT: PUBLIC IMPROVEMENT REVENUE BONDS FOR FIRE STATIONS

DATE: MAY 5, 2021

CC: GENERAL PUBLIC

Background:

The City has determined the need to construct multiple new fire stations (the "Project"). As discussed at the April 28, 2021 Special City Council meeting, the City desires to finance a portion of the cost of the Project. Staff, in consultation with the City's Financial Advisor, recommend the issuance, by the City, of Public Improvement Revenue Bonds in an amount not to exceed \$25,000,000 (the "Bonds"). The issuance of the Bonds will be the most expeditious and most economical manner in which to finance the two stations. The \$25,000,000 cap will provide funding for Station 88 (Blue Heron Blvd and Congress Avenue) and Station 86 (Singer Island). The Bonds will be payable from, and secured by, such non ad valorem sources of revenues as shall be determined by subsequent resolution of the City Council of the City.

The Resolution before the City Council, Resolution 42-21, is what is known as a reimbursement resolution. Through the adoption of the resolution, it allows the City to be reimbursed from the Bond proceeds for all project costs from resolution adoption date forward. Without this resolution, reimbursement to the City of project costs incurred would be limited to only those costs incurred post Bond issuance.

The City's Debt Management Policy approved October 2, 2013 (the "Debt Management Policy"), provides guidelines and procedures for the issuance of bonds and other debt obligations by the City. A second resolution providing for the specific financing terms of the Bonds will be brought to the City Council at a later date.





City Goals:

The City wide goal is to:
Accelerate Operational Excellence

Fiscal/Budget Impact:

The resolution before the City Council has no fiscal impact at this time. A second resolution outlining terms of a bond issuance and the final determination of the amount to be borrowed will be brought forward to the City Council at a later date. Stations 86 and 88 are on pages 199 and 201, respectfully, of the Fiscal Year 2020-2021 Annual Budget.

Recommendation:

Staff recommends authorization to proceed toward the issuance of the Bonds in accordance with the Debt Management Policy.

Attachments:

1. Resolution No. 42-21