

ST. PETERSBURG BUDGET, FINANCE, AND TAXATION COMMITTEE

Meeting of December 12, 2019

TO: The Honorable Ed Montanari, Chair, and members of the Budget, Finance, and Taxation Committee

FROM: Anne A. Fritz, Chief Financial Officer and Erika Langhans, Controller

SUBJECT: Approving a transfer in the amount of \$20,200,000 from the Public Safety Capital Improvement fund (3025) to the TD Bank Non-ad Valorem Note Series 2017C (2018) fund and appropriating \$20,200,000 to provide funds for partial early pre-payment.

As part of the agreement with TD Bank for the Series 2017C note was the City's option to allow an early, full or partial pre-payment. Further, pursuant to the interlocal agreement between the City and Pinellas County dated February 10, 2015, the City received the \$20,200,000 in Local Option Sales Surtax Improvement funds, "Penny for Pinellas Funding" from Pinellas County for the new police department headquarters (including the emergency operations center facility) in December 2019.

With the available funds, the Administration is requesting City Council approve a transfer of \$20,200,000 from the Public Safety Capital Improvement Fund (3025) to the TD Bank Non-Ad Valorem Debt Service Fund, and to appropriate such to provide funds for the early prepayment of \$20,200,000 in principal. The early pre-payment will save the City over \$340,000 net in interest payments, which is estimated to exceed any net short-term investment income.

Recommendation: The City staff recommends approval of the resolution authorizing the transfer and appropriation.

Cost/Funding Information: Funding in the amount of \$20,200,000 will be available after a transfer in the amount of \$20,200,000 from the unappropriated balance of the Public Safety Capital Improvement Fund (3025) to the TD Bank NA Fund (2018) and a supplemental appropriation in the amount of \$20,200,000 from the increase in the unappropriated balance of the TD Bank NA Fund (2018), Finance Department, General Purpose Revenues and Transfers division (320-3201).

Attachments:

- 1.) Resolution

RESOLUTION NO. 2019-_____

A RESOLUTION APPROVING A TRANSFER IN THE AMOUNT OF \$20,200,000 FROM THE UNAPPROPRIATED BALANCE OF THE PUBLIC SAFETY CAPITAL IMPROVEMENT FUND (3025) TO THE TD BANK NON-AD VALOREM NOTE SERIES 2017C (2018); APPROVING A SUPPLEMENTAL APPROPRIATION IN THE AMOUNT OF \$20,200,000 FROM THE INCREASE IN THE UNAPPROPRIATED BALANCE OF THE TD BANK NON-AD VALOREM NOTE SERIES 2017C (2018), RESULTING FROM THE ABOVE TRANSFER, TO THE FINANCE DEPARTMENT, GENERAL PURPOSE REVENUES AND TRANSFERS DIVISION (320-3201) TO PROVIDE FUNDING FOR A PARTIAL PRE-PAYMENT ON THE TD BANK NON-AD VALOREM REVENUE NOTE, SERIES 2017C; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City issued the TD Bank Non-Ad Valorem Revenue Note, Series 2017C to construct the new police department headquarters which included an emergency operations center facility; and

WHEREAS, pursuant to the interlocal agreement between the City and Pinellas County dated February 10, 2015, the City received the \$20,200,000 in Local Option Sales Surtax Improvement funds, "Penny for Pinellas Funding" from Pinellas County for the new police department headquarters (including the emergency operations center facility) in December 2019; and

WHEREAS, the City desires to make a partial pre-payment on the TD Bank Non-Ad Valorem Revenue Note, Series 2017C effective December 31, 2019; and

WHEREAS, there are sufficient funds currently available within the Public Safety Capital Improvement Fund to provide funds for the partial pre-payment of the aforementioned note; and

WHEREAS, funding for the partial pre-payment will be available after (i) a transfer of \$20,200,000 from the Public Safety Capital Improvement Fund (3025) to the TD Bank N.A. Fund (2018) and (ii) a supplemental appropriation from the increase in the unappropriated balance of the TD Bank N.A. Fund (2018) to Finance Department, General Purpose Revenues and Transfers (320-3201).

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of St. Petersburg, Florida,
that there is hereby approved the following transfer for FY20:

Public Safety Capital Improvement Fund (3025)

Transfer to: TD Bank N.A. Fund (2018)

\$20,200,000

BE IT FURTHER RESOLVED that there is hereby approved from the increase in the unappropriated balance of the TD Bank N.A. Fund (2018), resulting from the above transfer, the following supplemental appropriation for FY20:

TD Bank N.A. Fund (2018):

Finance Department, General Purpose Revenues and Transfers (320-3201) \$20,200,000

This resolution shall become effective immediately upon its adoption.

Approvals:



Chief Financial Officer



Budget and Management



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