

**City of Coral Gables City Commission Meeting
Agenda Item H-6
December 16, 2014
City Commission Chambers
405 Biltmore Way, Coral Gables, FL**

City Commission

Mayor Jim Cason

Vice Mayor William H. Kerdyk, Jr.

Commissioner Pat Keon

Commissioner Vince Lago

Commissioner Frank Quesada

City Staff

City Manager, Cathy Swanson-Rivenbark

City Attorney, Craig E. Leen

City Clerk, Walter J. Foeman

Deputy City Clerk, Billy Urquia

Finance Director, Diana Gomez

Public Speaker(s)

Jolinda Herring, Bryan Miller Olive, Special Counsel

Agenda Item H-6 [Start: 11:55:10 a.m.]

A RESOLUTION OF THE CITY OF CORAL GABLES, FLORIDA AUTHORIZING THE NEGOTIATION OF A LOAN IN A PRINCIPAL AMOUNT NOT TO EXCEED \$6,500,000 FROM THE SUNSHINE STATE GOVERNMENTAL FINANCING COMMISSION TO FINANCE CERTAIN RADIO SYSTEM IMPROVEMENTS; APPROVING THE EXECUTION AND DELIVERY OF THE LOAN AGREEMENT AND AN ESCROW AGREEMENT; PROVIDING CERTAIN OTHER MATTERS IN CONNECTION WITH THE MAKING OF SUCH LOAN; AUTHORIZING OTHER REQUIRED ACTIONS; AND PROVIDING AN EFFECTIVE DATE.

City Attorney Leen: Excuse me, Mr. Mayor. I'm sorry. Item H-6, we have outside counsel here. She has to leave. It's a major item, so I was wondering if you could take it now?

Vice Mayor Kerdyk: Sure.

Mayor Cason: Yeah, sure.

City Attorney Leen: Jolinda.

Mayor Cason: You want to read it?

City Attorney Leen: Yes. Item H-6 is a resolution of the City of Coral Gables, Florida, authorizing the negotiation of a loan, in a principal amount not to exceed \$6,500,000, from the Sunshine State Governmental Financing Commission, to finance certain radio system improvements; approving the execution and delivery of the loan agreement and escrow agreement; providing certain other matters in connection with the making of such loan; authorizing other required actions; and providing for an effective date. It's a City Manager item, and Madam Manager.

Ms. Swanson-Rivenbark: And I'm asking Diana to present.

Finance Director Gomez: Good morning. This is a loan with the Sunshine State Governing Commission. The City through the Sunshine State, did do a competitive process; and using PFM, Public Financial Management, we did receive proposals from about six different banks. U.S. Bank Corp was the selected bank. They provided the best rate and terms. They provided a 15-year fixed interest rate of 2.503, and they'll hold that rate until December 31. Additionally, they provided the City with flexible options to prepay the loan at 103 percent of par. PFM recommends that we move forward with this loan; Finance Department recommends that we move forward with this loan. Pending approval of the City Commission, the loan is scheduled to close on December 19. Debt service for this loan has been budgeted for in the current year budget, and I have Jolinda Herring from Bryant Miller Olive. She's here to discuss the resolution and what we're actually approving in terms of the loan, and then Sergio Masvidal from PFM is here as well, for any financial questions.

Ms. Herring: Good morning.

Vice Mayor Kerdyk: Good morning.

Ms. Herring: I'm Jolinda Herring with Bryan Miller & Olive. And what we're asking you to do today is a resolution approving this loan with U.S. Bank Corp Government of Finance, Inc.; also would approve a loan agreement which would evidence -- loan agreement and note evidencing the loan.

Vice Mayor Kerdyk: OK. I mean, does this really need much more discussion? I mean, it's 2.503 percent, 15-year mortgage. Are you kidding me?

Mayor Cason: That's very good.

Vice Mayor Kerdyk: Are you kidding me? That is about as good as it gets, with a prepayment clause in there. I'll make the motion.

Commissioner Quesada: Second.

Mayor Cason: OK, Vice Mayor makes the motion; Commissioner Quesada seconds it. City Clerk.

Commissioner Quesada: Yes.

Commissioner Keon: Yes.

Vice Mayor Kerdyk: Yes.

Mayor Cason: Yes.

[End: 11:58:05 a.m.]