



MEMORANDUM

City of Venice

Finance Department

TO: Honorable Mayor and Council Members

THROUGH: Ed Lavalley, ICMA-CM, MPA, City Manager

FROM: Linda Senne, CPA, Finance Director

DATE: January 21, 2020

COUNCIL APPROVAL: Yes

MEETING DATE: January 28, 2020

STRATEGIC PLAN GOAL: Ensure a Financially Sound City

SUBJECT: Recreation Capital Improvement General Obligation Refunding Bond, Series 2020, Resolution No. 2020-05

Background: On February 12, 2004, the City of Venice, issued Recreation Capital Improvement General Obligation Bonds, Series 2004 in the aggregate principal amount of \$10,000,000 to finance costs for beach renourishment, rehabilitation of the community center, replacement of the municipal fishing pier and acquire real property and improvements thereto to expand Brohard Park. On January 8, 2014, the City issued Recreation Capital Improvement General Obligation Refunding Bond, Series 2014 (the "Refunded Bond") in the principal amount of \$6,458,000 in order to refund the outstanding Series 2004 Bonds for the purpose of achieving debt service savings.

We have determined it is in the City's best interest to currently refund the Refunded Bond in order to achieve further debt service savings. The Obligation Refunding Bond, Series 2020, will be a loan agreement in the principal amount of not to exceed \$3,500,000. The estimated Total Savings is \$124,744 and Present Value Savings of \$110,067.

Requested Action: Approve Resolution No. 2020-05

If for an agenda item, this document and any associated backup created by City of Venice staff has been reviewed for ADA compliance: Yes

City Attorney Review/Approved: Yes

Risk Management Review: N/A

Finance Department Review/Approved: Yes

Funds Availability (account number): N/A