

COUNCIL AGENDA STATEMENT



Meeting Date: November 14, 2023
To: Honorable Mayor & Members of the City Council
From: Jennifer Johnson, Finance Director
Through: George Garrett, City Manager

Agenda Item: **Resolution 2023-113**, Approving the Use Utilities Fund Balance Reserves to Payoff the City’s State Revolving Fund (SRF) Loan WW637090; And Providing For An Effective Date.

BACKGROUND & JUSTIFICATION:

Staff has expressed to City Council the need and desire to extinguish one of the City’s four outstanding SRF loans. The City’s utility rate consultant has recommended that the City pay off the WW637090 loan, and has included this scenario in the 2023 Financial Wastewater and Stormwater Financial Forecast and Analysis. The early payoff of the SRF loan will save the City approximately \$436,403.56 in interest expense and will reduce the annual debt service requirements on the Utilities Fund by \$659,548.52.

CONSISTENCY CHECKLIST:

	Yes	No
1. Comprehensive Plan	_____	_____
2. Other	_____	_____
3. Not applicable	_____	_____

FISCAL NOTE:

Approval will allow the City to meet debt service coverage requirements.

RECOMMENDATION: Approval of Resolution.

Sponsored By: Garrett

**CITY OF MARATHON, FLORIDA
RESOLUTION NO. 2023-XX**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, APPROVING THE USE OF THE UTILITIES FUND FUND BALANCE RESERVES TO PAYOFF THE CITY'S STATE REVOLVING FUND (SRF) LOAN WW637090; AND PROVIDING FOR AN EFFECTIVE DATE

WHEREAS, the City has determined that it is necessary and desirable and in the best interest of the City to pay off the WW637090, SRF loan in full; and

WHEREAS, the City has determined that there is adequate reserve funding available to pay off the WW637090 SRF loan in full;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, AS FOLLOWS:

Section 1. The above recitals are true and correct and are incorporated herein.

Section 2. The City Council hereby approves the use of the City's unassigned Utilities Fund Balance (reserves) to retire the SRF loan WW637090 (\$4,510,198.56 plus \$326.50 finance charge).

Section 3. If any section, paragraph, sentence, clause or phrase of this Resolution shall, for any reason, be held to be invalid or unenforceable, such decision shall not affect the validity of the remaining sections, paragraphs, sentences, clauses or phrase of this Resolution.

Section 4. This resolution shall take effect immediately upon its adoption.

**PASSED AND APROVED by the City Council of the City of Marathon, Florida,
this 14th day of November 2023.**

THE CITY OF MARATHON, FLORIDA

Luis Gonzalez, Mayor

AYES:
NOES:
ABSENT:
ABSTAIN:

ATTEST:

Diane Clavier, City Clerk

(City Seal)

APPROVED AS TO FORM AND LEGAL SUFFICIENCY FOR THE USE
AND RELIANCE OF THE CITY OF MARATHON, FLORIDA ONLY:

Steve Williams, City Attorney



FLORIDA DEPARTMENT OF Environmental Protection

Marjory Stoneman Douglas Building
3900 Commonwealth Boulevard
Tallahassee, FL 32399

Ron DeSantis
Governor

Jeanette Nuñez
Lt. Governor

Shawn Hamilton
Secretary

PAY OFF WORKSHEET

Sponsor Name: Marathon
Loan Number: CW-637090
Pay Off Date: 11/15/23

Principal Balance	\$4,458,246.83
+ Interest Balance	\$51,951.73
+ GAA Balance	\$0.00
+ Service Fee Amount	\$0.00
+ Unpaid Late Charge Amount	\$0.00
Pay Off Total	\$4,510,198.56

Per diem Finance Charge amount =	\$326.50
Per diem Loan Servicing Fee =	\$0.00

Please be certain payment arrives by the above indicated payoff date.

Transmit loan repayment electronically to:

Bank Name: Wells Fargo Bank, N.A.
1 Independent Drive
Jacksonville, Florida 32202

ABA (wire transfers): 121000248

ABA (ACH transfers): 121000248

Account: 4830164612

Account Name: STATE OF FLORIDA DEPARTMENT OF FINANCIAL SERVICES
FL DEPT OF ENVIRONMENTAL PROTECTION
LOCATION 3700000

Memorandum Field: CW-637090

All questions regarding this notice should be directed to: Yvonne Soloff at (850) 245-2898 or Richard Scott at (850) 245-2964.