

**RESOLUTION NO. 2021 - 50**

**A RESOLUTION OF THE CITY COMMISSION OF DELAND, FLORIDA, AMENDING THE BUDGET FOR THE GENERAL FUND AND DEBT SERVICE FUND FOR THE FISCAL YEAR 2020-2021; AND PROVIDING AN EFFECTIVE DATE.**

**WHEREAS**, it is necessary to amend the budget for the City of DeLand for fiscal year 2020-2021; and

**WHEREAS**, the City Commission is vested by the Charter of the City of DeLand with the authority to amend the budget.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF DELAND, FLORIDA:**

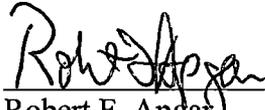
**Section 1.** The budget of the City of DeLand for fiscal year 2020-2021 is amended in the following manner:

<b>Account Number</b>	<b>Account Description</b>	<b>Current Budget</b>	<b>Increase</b>	<b>Decrease</b>	<b>Revised Budget</b>
<b>GENERAL FUND</b>					
<b>REVENUES</b>		<b>33,019,482</b>	<b>2,573,479</b>	<b>0</b>	<b>35,592,961</b>
	<b>Other Sources Revenue</b>				
001-0000-380-000	Use of Reserves	1,288,102	2,573,479	0	3,861,581
<b>EXPENDITURES</b>		<b>33,019,482</b>	<b>2,573,479</b>	<b>0</b>	<b>35,592,961</b>
	<b>Reserve Contingency</b>				
001-9999-991-200	Transfer to Debt Service Fund	1,753,150	2,573,479	0	4,326,629
<b>DEBT SERVICE FUND</b>					
<b>REVENUES</b>		<b>2,466,820</b>	<b>2,573,479</b>	<b>0</b>	<b>5,040,299</b>
	<b>Other Financing Sources</b>				
200-9999-381-001	Transfer from General Fund	1,753,150	2,573,479	0	4,326,629
<b>EXPENDITURES</b>		<b>2,466,820</b>	<b>2,573,479</b>	<b>0</b>	<b>5,040,299</b>
	<b>Administrative Services</b>				
200-0106-771-100	Principal	793,268	2,255,598	0	3,048,866
200-0106-772-200	Interest	188,529	30,564	0	219,093
	<b>Fire</b>				
200-1222-771-100	Principal	674,098	283,476	0	957,574
200-1222-772-200	Interest	161,493	3,841	0	165,334

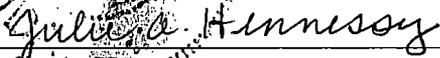
**Section 2.** In all other respects the Budget of the City of DeLand, Florida for fiscal year 2020-2021 is hereby ratified and confirmed as adopted by Resolutions 2020-81, 2020-89, 2020-114, 2021-02, 2021-05, 2021-22 and 2021-38.

**Section 3.** This Resolution shall become effective immediately upon its adoption.

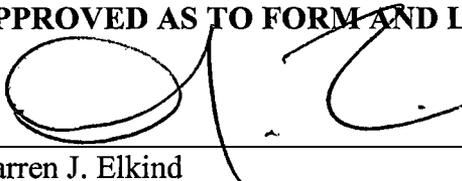
PASSED AND DULY ADOPTED this 16<sup>th</sup> day of August, 2021.

  
\_\_\_\_\_  
Robert F. Apgar  
Mayor-Commissioner



  
\_\_\_\_\_  
Julie A. Hennessy  
City Clerk-Auditor

**APPROVED AS TO FORM AND LEGALITY:**

  
\_\_\_\_\_  
Darren J. Elkind  
City Attorney

**CITY OF DELAND, FLORIDA  
REQUEST FOR COMMISSION ACTION  
August 16, 2021**

<b>Department: Finance</b>	<b>Attachments:</b>
<b>Subject: Resolution Approving Budget Amendment Fire Wells Fargo Loan Payoffs</b>	<ol style="list-style-type: none"> <li>1. Resolution</li> <li>2. FY 20/21 Budget Amendment Details</li> <li>3. 2004A - \$8.5M Wells Fargo Loan Repayment Schedule</li> <li>4. 2004B - \$1.5M Wells Fargo Loan Repayment Schedule</li> <li>5. Promissory Note Relating To GF Loan Re Gov Imp Fees</li> </ol>
<b>Prepared by:</b>	<b>Approved by:</b>
 <hr/> Heidi Van Etten, Assistant Finance Director      8/10/2021	 <hr/> Michael Pleus, City Manager      8/10/2021

**SUMMARY/HIGHLIGHT:** During the strategic planning workshop, the City Commission directed staff to develop a plan for using up some of the future capital reserve to include funding capital projects and paying off debt.

Staff has evaluated the existing General Fund debt and recommends the City pay off the 2004A and 2004B Wells Fargo Bank loans for City Hall and Fire Station 83. The savings from the payoff of these two loans was included in the proposed FY 21/22 Budget.

The City's General Government Building Impact Fees have been paying \$211,000 annually toward the debt service of the 2004A Well Fargo Bank loan, with the City's General Fund paying the difference (approximately \$283,515). With the City using General Fund capital reserves to pay off the loan, staff recommends the City continue to use General Government Building Impact Fee funds to reimburse the General Fund for what would have been the remaining four years of debt service payments. Therefore, General Government Building Impact Fees of \$211,000 would be paid annually to the General Fund for Fiscal Years 2022 through 2025. This reimbursement was included in the proposed FY 21/22 Budget.

**STRATEGIC PLAN FOCUS AREA/ACTION STEP:**

N/A

**SUSTAINABILITY:**

N/A

**FISCAL IMPACT:** The Resolution amends the City's FY 20/21 Budget to reflect the payoff of the 2004A and 2004B Wells Fargo Loans. Paying off these loans as recommended will result in an overall interest expenses savings of approximately \$122,810 over the remaining life of this loan.

**RECOMMENDATION:** Staff recommends the City Commission adopt the Resolution amending the budget as presented and authorize staff to pay off the existing 2004A and 2004B Wells Fargo Bank loans for City Hall and Fire Station 83. In addition, staff recommends the City Commission approve the Promissory Note relating to the DeLand General Government Building Impact Fees Fund and the City's General Fund.

**BACKGROUND/DISCUSSION:**

N/A

**ITEM SUMMARY:**

*Staff recommends the City Commission adopt the Resolution amending the budget as presented and authorize staff to payoff the existing 2004A and 2004B Wells Fargo Bank loans for City Hall and Fire Station 83. In addition, staff recommends the City Commission approve the Promissory Note relating to the DeLand General Government Building Impact Fees Fund and the City's General Fund.*

**FY20-21 Budget Amendment Details**

<b>ACCOUNT</b>	<b>Account Description</b>	<b>Increase</b>	<b>Decrease</b>	<b>Description</b>
<b>GENERAL FUND</b>				
<b>REVENUES</b>		<b>2,573,479</b>	<b>0</b>	
001-0000-380-000	USE OF RESERVES	2,573,479		increase funding to payoff Wells Fargo Bank loans
<b>EXPENDITURES</b>		<b>2,573,479</b>	<b>0</b>	
001-9999-991-200	TRANSFER TO DEBT SERVICE FUND	2,573,479		increase appropriation to payoff Wells Fargo Bank loans
<b>DEBT SERVICE FUND</b>				
<b>REVENUES</b>		<b>2,573,479</b>	<b>0</b>	
200-9999-381-001	TRANSFER FROM GENERAL FUND	2,573,479		increase funding to payoff Wells Fargo Bank loans
<b>EXPENDITURES</b>		<b>2,573,479</b>	<b>0</b>	
200-0106-771-100	PRINCIPAL	2,255,598		increase appropriation to payoff Wells Fargo Bank loans
200-0106-772-200	INTEREST	30,564		increase appropriation to payoff Wells Fargo Bank loans
200-1222-771-100	PRINCIPAL	283,476		increase appropriation to payoff Wells Fargo Bank loans
200-1222-772-200	INTEREST	3,841		increase appropriation to payoff Wells Fargo Bank loans

## BOND DEBT SERVICE

The City of DeLand, Florida  
Revenue Note, Series 2004A  
Debt Service Schedule

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
10/01/2004			80,331.85	80,331.85	
04/01/2005			80,331.85	80,331.85	160,663.70
10/01/2005			80,331.85	80,331.85	
04/01/2006			80,331.85	80,331.85	160,663.70
10/01/2006			80,331.85	80,331.85	
04/01/2007			80,331.85	80,331.85	160,663.70
10/01/2007			80,331.85	80,331.85	
04/01/2008			80,331.85	80,331.85	160,663.70
10/01/2008			80,331.85	80,331.85	
04/01/2009			80,331.85	80,331.85	160,663.70
10/01/2009			80,331.85	80,331.85	
04/01/2010			80,331.85	80,331.85	160,663.70
10/01/2010			80,331.85	80,331.85	
04/01/2011			80,331.85	80,331.85	160,663.70
10/01/2011			80,331.85	80,331.85	
04/01/2012			80,331.85	80,331.85	160,663.70
10/01/2012			80,331.85	80,331.85	
04/01/2013	201,331.15	2.710%	80,331.85	281,663.00	361,994.85
10/01/2013	204,018.79	2.710%	77,603.81	281,622.60	
04/01/2014	206,742.44	2.710%	74,839.35	281,581.79	563,204.39
10/01/2014	209,502.46	2.710%	72,037.99	281,540.45	
04/01/2015	212,299.31	2.710%	69,199.24	281,498.55	563,039.00
10/01/2015	215,133.51	2.710%	66,322.58	281,456.09	
04/01/2016	218,005.54	2.710%	63,407.52	281,413.06	562,869.15
10/01/2016	220,915.92	2.710%	60,453.55	281,369.47	
04/01/2017	223,865.14	2.710%	57,460.14	281,325.28	562,694.75
10/01/2017	226,853.74	2.710%	54,426.76	281,280.50	
04/01/2018	229,882.24	2.710%	51,352.89	281,235.13	562,515.63
10/01/2018	232,951.17	2.710%	48,237.99	281,189.16	
04/01/2019	236,061.07	2.710%	45,081.50	281,142.57	562,331.73
10/01/2019	239,212.48	2.710%	41,882.87	281,095.35	
04/01/2020	242,405.97	2.710%	38,641.55	281,047.52	562,142.87
10/01/2020	245,642.09	2.710%	35,356.94	280,999.03	
04/01/2021	248,921.41	2.710%	32,028.49	280,949.90	561,948.93
10/01/2021	252,244.51	2.710%	28,655.61	280,900.12	
04/01/2022	255,611.98	2.710%	25,237.70	280,849.68	561,749.80
10/01/2022	259,024.40	2.710%	21,774.15	280,798.55	
04/01/2023	262,482.37	2.710%	18,264.37	280,746.74	561,545.29
10/01/2023	265,986.51	2.710%	14,707.74	280,694.25	
04/01/2024	269,537.43	2.710%	11,103.62	280,641.05	561,335.30
10/01/2024	273,135.76	2.710%	7,451.39	280,587.15	
04/01/2025	276,782.12	2.710%	3,750.40	280,532.52	561,119.67
	5,928,549.51		2,465,251.45	8,393,800.96	8,393,800.96

## BOND DEBT SERVICE

The City of DeLand, Florida  
Revenue Note, Series 2004B  
Debt Service Schedule

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
04/01/2005			21,129.85	21,129.85	21,129.85
10/01/2005			16,115.99	16,115.99	
04/01/2006			16,115.99	16,115.99	32,231.98
10/01/2006			16,115.99	16,115.99	
04/01/2007			16,115.99	16,115.99	32,231.98
10/01/2007			16,115.99	16,115.99	
04/01/2008			16,115.99	16,115.99	32,231.98
10/01/2008			16,115.99	16,115.99	
04/01/2009			16,115.99	16,115.99	32,231.98
10/01/2009			16,115.99	16,115.99	
04/01/2010			16,115.99	16,115.99	32,231.98
10/01/2010			16,115.99	16,115.99	
04/01/2011			16,115.99	16,115.99	32,231.98
10/01/2011			16,115.99	16,115.99	
04/01/2012			16,115.99	16,115.99	32,231.98
10/01/2012			16,115.99	16,115.99	
04/01/2013	40,390.57	2.710%	16,115.99	56,506.56	72,622.55
10/01/2013	40,929.78	2.710%	15,568.70	56,498.48	
04/01/2014	41,476.19	2.710%	15,014.10	56,490.29	112,988.77
10/01/2014	42,029.90	2.710%	14,452.10	56,482.00	
04/01/2015	42,591.00	2.710%	13,882.59	56,473.59	112,955.59
10/01/2015	43,159.59	2.710%	13,305.48	56,465.07	
04/01/2016	43,735.77	2.710%	12,720.67	56,456.44	112,921.51
10/01/2016	44,319.64	2.710%	12,128.05	56,447.69	
04/01/2017	44,911.31	2.710%	11,527.52	56,438.83	112,886.52
10/01/2017	45,510.87	2.710%	10,918.97	56,429.84	
04/01/2018	46,118.44	2.710%	10,302.30	56,420.74	112,850.58
10/01/2018	46,734.13	2.710%	9,677.39	56,411.52	
04/01/2019	47,358.03	2.710%	9,044.15	56,402.18	112,813.70
10/01/2019	47,990.26	2.710%	8,402.45	56,392.71	
04/01/2020	48,630.93	2.710%	7,752.18	56,383.11	112,775.82
10/01/2020	49,280.15	2.710%	7,093.23	56,373.38	
04/01/2021	49,938.04	2.710%	6,425.48	56,363.52	112,736.90
10/01/2021	50,604.71	2.710%	5,748.82	56,353.53	
04/01/2022	51,280.28	2.710%	5,063.13	56,343.41	112,696.94
10/01/2022	51,964.88	2.710%	4,368.28	56,333.16	
04/01/2023	52,658.61	2.710%	3,664.16	56,322.77	112,655.93
10/01/2023	53,361.60	2.710%	2,950.63	56,312.23	
04/01/2024	54,073.98	2.710%	2,227.58	56,301.56	112,613.79
10/01/2024	54,795.86	2.710%	1,494.88	56,290.74	
04/01/2025	55,527.39	2.710%	752.40	56,279.79	112,570.53
	1,189,371.91		483,470.93	1,672,842.84	1,672,842.84

**PROMISSORY NOTE RELATING TO DELAND GENERAL GOVERNMENT  
BUILDING IMPACT FEES FUND AND CITY OF DELAND GENERAL FUND**

\$844,000.00 (Amount)

DeLand, Florida

Date: August 16, 2021

**FOR VALUE RECEIVED,**

**RECITAL:** The City of DeLand is indebted under the provisions of a 2004A Revenue Note with Wells Fargo Bank (attached hereto and incorporated herein by this reference thereto) for the construction of the City's City Hall and City Fire Station 83. The original note was Eight Million Five Hundred Thousand Dollars and No Cents (\$8,500,000.00). This City pays indebtedness by making debt service payments during each fiscal year (FY) from the General Fund and the General Government Building Impact Fees. The current balance of the loan is two million one hundred fourteen thousand eight hundred and five Dollars and No Cents (\$2,114,805.00) and is scheduled to be paid in full in FY 2024/2025. It would be prudent and in the public interest for the City to retire the indebtedness earlier than scheduled with the reserves of the City's General Fund paying the indebtedness in order to retire the indebtedness early with the General Government Building Impact Fees Fund paying back the General Fund the amount, as set forth above, that the General Government Building Impact Fees Fund would have paid through FY 2024/2025.

**INDEBTEDNESS:** The undersigned City of DeLand General Government Building Impact Fees Fund, whose address is DeLand City Hall, 3150 East New York Avenue, DeLand, Florida 32724 (hereinafter the "GGIFF"), the Maker of this Promissory Note, promises to pay to the order of Holder of this Promissory Note, the City of DeLand General Fund (hereinafter the "GF"), or at such place or places as the Holder hereof may designate, the principal sum of eight hundred and forty-four thousand Dollars and No Cents (\$844,000.00), as follows: The Maker shall pay the Holder the sum of two hundred and eleven thousand Dollars and No Cents (\$211,000.00) on or before October 1 of each year commencing on October 1, 2021 and ending on October 1 2024 lump sum.

**FURTHER,** the Maker and endorser of this Promissory Note severally waives presentment for payment, protest, and notice of protest of the nonpayment of this Promissory Note, and consents that the time of payment may not be extended without notice thereof and the Holder's subsequent written agreement.

The Maker promises to pay all costs of collecting this Promissory Note including, but not limited to, a reasonable attorney's fee and other fees as set forth above, whether incurred in connection with collection, trial appeal or otherwise.

The Maker shall have the option and privilege to prepay in part or in full at any time the sum remaining unpaid, without penalty.

This Promissory Note is secured by any and all revenues, assets and property of the Maker and shall be construed and enforced according to the laws of the State of Florida. Should the GGIFF default upon its obligation herein and have no assets that may be assigned to the GF (the GGIFF is insolvent), there shall be no recourse against the City of DeLand as a municipality of the State of Florida, said risk being consideration for the benefit that the citizens of the City of DeLand have been