

RESOLUTION NO. R2014-193

A RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF SARASOTA COUNTY, FLORIDA AUTHORIZING A LOAN IN THE PRINCIPAL AMOUNT OF \$17,955,000 TO FINANCE OR REFINANCE ALL OR A PORTION OF THE COSTS OF IMPROVEMENTS TO THE ISSUER'S 800MHZ CRITICAL PUBLIC SAFETY COMMUNICATION SYSTEM AND RADIOS AS DESCRIBED HEREIN, CAPITALIZE INTEREST AND TO PAY THE COSTS OF INCURRING SUCH LOAN; APPROVING THE FORM OF AND AUTHORIZING A REVENUE NOTE, SERIES 2014B AND A LOAN AGREEMENT WITH DNT ASSET TRUST; PROVIDING OTHER DETAILS WITH RESPECT THERETO; AND PROVIDING AN EFFECTIVE DATE.

BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF SARASOTA COUNTY, FLORIDA (the "Issuer") that:

**Section 1. Authority for this Resolution.** This Resolution is adopted pursuant to Article VIII, Section 1 of the Constitution of the State of Florida, Chapter 125, Florida Statutes, the Charter of the Issuer and other applicable provisions of law (collectively, the "Act").

**Section 2. Definitions.** Words and phrases used herein in capitalized form and not otherwise defined herein (including, without limitation, in the preamble hereto) shall have the meanings ascribed thereto in the Loan Agreement (hereinafter defined) and, in addition, the following words and phrases shall have the following meanings:

"Authorized Signatories" means the Chair or Vice Chair of the Board of County Commissioners of the Issuer, or in their absence or unavailability, any other member of the Board of County Commissioners of the Issuer, and the Clerk.

"Clerk" shall mean the Clerk of the Circuit Court for Sarasota County, ex-officio Clerk of the Board of County Commissioners of the Issuer, or such other person as may be duly authorized to act on her behalf, including, without limitation, any Deputy Clerk.

"Initial Purchaser" means DNT Asset Trust, a wholly-owned subsidiary of JPMorgan Chase Bank, N.A. or such other affiliate or subsidiary thereof.

"Loan Amount" means \$17,955,000.

**Section 3. Authorization of Transaction.** In order to obtain funds to finance, refinance and/or reimburse the Issuer for the costs of improvements to the Issuer's 800MHZ critical public safety communication system and acquisition of radios more particularly described on Exhibit "A" hereto (the "Project"), capitalize interest and to pay the costs of the Loan (hereinafter defined), the Issuer is authorized to obtain a loan (the "Loan") and to borrow an amount equal to the Loan Amount from the Initial Purchaser, the Initial Purchaser having been selected through a request for proposals process, such request having been published or otherwise distributed on August 22, 2014.

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The Issuer has determined in accordance with Section 218.385, Florida Statutes, that because of prevailing and anticipated market conditions and the nature of the Loan, and taking into account the advice of Public Financial Management, Inc., the Issuer's financial advisor, it is not feasible, cost effective or advantageous to enter into the Loan through a competitive sale and it is in the best interest of the Issuer to accept the terms of the Loan from the Initial Purchaser in a principal amount equal to the Loan Amount, at a negotiated sale upon the terms and conditions outlined herein and in the Loan Agreement and the Note (as those terms are hereinafter defined) and as determined by the Authorized Signatories executing the Loan Agreement in accordance with the terms hereof.

Prior to its execution and delivery of the Loan Agreement and the Note, the Issuer shall have received from the Initial Purchaser a disclosure statement containing the information required by Section 218.385(6), Florida Statutes, and a Truth-in-Bonding Statement pursuant to Section 218.385(2), Florida Statutes, and no further disclosure is or shall be required by the Issuer.

**Section 4. Loan Agreement and Revenue Note.** The Issuer is authorized to execute a Loan Agreement with the Initial Purchaser in substantially the form attached hereto as Exhibit "B" (the "Loan Agreement") and to make and deliver to the Initial Purchaser the Revenue Note, Series 2014B (the "Note") in the form attached to the Loan Agreement. The forms and terms of the Loan Agreement attached hereto and the Note attached to the Loan Agreement are hereby approved, and the Authorized Signatories are authorized to execute and deliver the same, with such changes, insertions, omissions and filling of blanks as may be approved by the Authorized Signatories, such approval to be conclusively evidenced by the execution thereof by the Authorized Signatories.

**Section 5. Creation of Debt Service Account; Loan Agreement and Revenue Note Not to be General Obligation or Indebtedness of the Issuer.** The Loan Agreement and Note and the obligations of the Issuer thereunder shall not be deemed to constitute general obligations or a pledge of the faith and credit of the Issuer, the State of Florida or any political subdivision thereof within the meaning of any constitutional, legislative or charter provision or limitation, but shall be payable solely from and secured by a lien upon and a pledge of (i) the Non-Ad Valorem Revenues actually budgeted and appropriated and deposited into the Revenue Note, Series 2014B Debt Service Account, which is hereby created (the "Debt Service Account"), to pay debt service payments and any other amounts due and payable on or under the Loan Agreement and the Note and (ii) all funds on deposit in the Debt Service Account and the Project Account (hereinafter defined) (including any investment securities on deposit therein) (collectively, the "Pledged Funds"), in the manner and to the extent herein and in the Loan Agreement provided. No holder or owner of the Note shall ever have the right, directly or indirectly, to require or compel the exercise of the ad valorem taxing power of the Issuer or any other political subdivision of the State of Florida or taxation in any form on any real or personal property for any purpose, including, without limitation, for the payment of debt service with respect thereto, or to maintain or continue any activities of the Issuer which generate user service charges, regulatory fees or other non-ad valorem revenues, nor shall any holder or owner of the Note be entitled to payment of such principal and interest from any other funds of the Issuer other than the Pledged Funds, all in the manner and to the extent herein and in the Loan Agreement provided. The Loan Agreement and the Note and the indebtedness evidenced thereby shall not constitute a lien upon any real or personal property of the Issuer, or any part



thereof, or any other tangible personal property of or in the Issuer, but shall constitute a lien only on the Pledged Funds, all in the manner and to the extent provided herein and in the Loan Agreement.

Funds in the Debt Service Account, until applied to the payment of debt service on the Note, may be invested in investments authorized by law and meeting the Issuer's written investment policy and as permitted hereby, which investments shall mature no later than the date on which moneys therein shall be needed to pay such debt service.

**Section 6. Pledge.** The payment of the principal of and interest under the Loan Agreement and the Note shall be secured forthwith equally and ratably by an irrevocable lien on the Pledged Funds, all in the manner and to the extent provided herein and in the Loan Agreement. The Issuer does hereby irrevocably pledge such Pledged Funds to the payment of the principal of, premium, if any, and interest under the Loan Agreement and the Note.

**Section 7. Project Account.** There is hereby created and established a Revenue Note, Series 2014B Project Account (the "Project Account") into which shall be deposited the proceeds of the Loan. Moneys in the Project Account shall be applied to pay the costs of the Project, capitalize interest and the costs of the Loan, and, until applied to payment of the costs of the Project or the costs of the Loan, may be invested in investments authorized by law and meeting the Issuer's written investment policy, which investments shall mature no later than the date on which moneys therein shall be needed for costs of the Project or costs of the Loan. Any funds on deposit in the Project Account and determined by the Issuer, upon completion of the Project, not to be needed to pay the costs of the Project or the costs of issuance of the Loan and Note shall be transferred by the Issuer to the Debt Service Account to be applied to payment or prepayment of the Note.

**Section 8. Separate Accounts.** The moneys required to be accounted for in the Debt Service Account and the Project Account may be deposited in a single bank or other account, and funds allocated to such accounts may be invested, together with other funds of the Issuer, in a common investment pool, provided that adequate accounting records are maintained to reflect and control the restricted allocation of moneys on deposit therein and such investments for the various purposes of such accounts. The designation and establishment of the Debt Service Account and the Project Account shall not be construed to require the establishment of any completely independent, self-balancing funds or accounts, but rather is intended solely to constitute an earmarking of certain revenues for certain purposes.

**Section 9. Severability.** If any provision of this Resolution shall be held or deemed to be or shall, in fact, be illegal, inoperative or unenforceable in any context, the same shall not affect any other provision herein or render any other provision (or such provision in any other context) invalid, inoperative or unenforceable to any extent whatever.

**Section 10. Applicable Provisions of Law.** This Resolution shall be governed by and construed in accordance with the laws of the State of Florida.

**Section 11. Authorizations.** The Authorized Signatories are hereby authorized to execute and deliver on behalf of the Issuer the Loan Agreement and the Note as provided hereby. All officials and employees of the Issuer, including, without limitation, the Authorized

Signatories, are authorized and empowered, collectively or individually, to take all other actions and steps and to execute all instruments, documents, and contracts on behalf of the Issuer as they shall deem necessary or desirable in connection with the completion of the Loan and the carrying out of the intention of this Resolution. The Treasury Management Officer is authorized and empowered to take all actions and steps and to execute all instruments and documents necessary to confirm with the Lender receipt of the proceeds of the Note and provide all other information reasonably requested thereunder.

**Section 12. Repealer.** All resolutions or parts thereof in conflict herewith are hereby repealed.

**Section 13. Effective Date.** This Resolution shall take effect immediately upon its adoption.

PASSED AND DULY ADOPTED at a regular meeting of the Board of County Commissioners of Sarasota County, Florida on the 22<sup>nd</sup> day of October, 2014.

BOARD OF COUNTY COMMISSIONERS OF  
SARASOTA COUNTY, FLORIDA

By:   
Chair, Board of County Commissioners

ATTEST:

Karen E. Rushing, Clerk of the  
Circuit Court and Ex-Officio Clerk  
of the Board of County Commissioners  
of Sarasota County, Florida

By:   
Deputy Clerk

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## **EXHIBIT "A" TO RESOLUTION**

### **PROJECT DESCRIPTION**

Updating and upgrading of the Issuer's 800MHz critical public safety communication system, using integrated and interoperable secure platform, consisting of nine (9) towers interconnected with microwave technology to accommodate future population growth and the number of required public safety first responders, acquisition of compatible radios and handsets for the Sheriff and other first responders that are required for the upgraded system and such other capital projects authorized by the Issuer.

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