

A meeting of the Finance Committee was held on Friday, March 22, 2019, in the Blowfish Conference room, 4th floor of City Hall, 400 South Orange Avenue, Orlando, Florida, 32801. The meeting was called to order by Mayor Dyer at 9:00 AM, who determined there was a quorum. There was no public comment.

PRESENT: Mayor Buddy Dyer [1/1]
Alvin (A.C.) Cowans [1/1]
Commissioner Robert Stuart [1/1]

ABSENT: Jack Cadden [0/1]
Tracey Stockwell [0/1]

OTHERS PRESENT: Christopher P. McCullion, Chief Financial Officer
Katrina A. Laudeman, Treasurer
James Varnado, Treasury Manager
George McGowan, Director of Audit Services and Management Support
Brent Wilder, Managing Director, Public Financial Management
Steven Zucker, Esquire, Shutts & Bowen, Special Legal Counsel

1. APPROVAL OF MINUTES – (Attachment “A”) – March 16, 2018

A MOTION TO APPROVE THE MINUTES OF THE MARCH 16, 2018 FINANCE COMMITTEE MEETING was made by Commissioner Stuart and seconded by Mr. Cowans; MOTION CARRIED UNANIMOUSLY.

2. INVESTMENTS

A. QUARTERLY PERFORMANCE REPORTS – (Attachment “B”) – December 31, 2018

Ms. Laudeman updated the Committee with an overview of the City’s Operating Portfolio.

A MOTION TO ACCEPT THE QUARTERLY PERFORMANCE REPORTS FOR DECEMBER 31, 2018 was made by Commissioner Stuart and seconded by Mr. Cowans; MOTION CARRIED UNANIMOUSLY.

B. OPERATING PORTFOLIO COMPLIANCE REPORTS – (Attachment “C”) – December 31, 2018

The compliance reports were submitted for informational purposes only, no actions were necessary.

C. ANNUAL REVIEW – OPERATING PORTFOLIO INVESTMENT POLICY –
(Attachment “D”)

Ms. Laudeman stated there are not any changes to the Operating Portfolio Investment Policy.

A MOTION TO APPROVE THE ANNUAL REVIEW OF THE INVESTMENT POLICY AND FORWARD THE POLICY TO THE CITY COUNCIL FOR RATIFICATION was made by Mr. Cowans and seconded by Commissioner Stuart; MOTION CARRIED UNANIMOUSLY.

3. DEBT MANAGEMENT

A. ANNUAL REVIEW – DEBT MANAGEMENT POLICY - (Attachment “E”)

Mr. McCullion spoke briefly about the Securities and Exchange Commission (SEC) Rule 15c2-12 that enhances transparency in the municipal securities market through regular disclosure of reportable events. In response to the new requirements, the City established guidelines and procedures for meeting these continuing disclosure commitments. These procedures have been added to the Debt Management Policy as Item XII. No other changes were made to the Policy.

A MOTION TO APPROVE THE DEBT MANAGEMENT POLICY AND FORWARD THE POLICY TO THE CITY COUNCIL FOR RATIFICATION was made by Commissioner Stuart and seconded by Mr. Cowans; MOTION CARRIED UNANIMOUSLY.

B. ANNUAL REVIEW – INTEREST RATE RISK MANAGEMENT PRODUCTS
(DERIVATIVES) POLICY – (Attachment “F”)

Mr. McCullion stated there are not any changes in the policy.

A MOTION TO APPROVE THE INTEREST RATE RISK MANAGEMENT PRODUCTS (DERIVATIVES) POLICY AND FORWARD THE POLICY TO THE CITY COUNCIL FOR RATIFICATION was made by Mr. Cowans and seconded by Commissioner Stuart; MOTION PASSED UNANIMOUSLY.

C. UPDATE ON CAPITAL IMPROVEMENT SPECIAL REVENUE BONDS, SERIES
2018A

Mr. McCullion updated the Committee about the refunding the Capital Improvement Special Revenue Bonds, Series 2018A medium term note through a bank loan that closed on March 29, 2018.

D. UPDATE ON CAPITAL IMPROVEMENT SPECIAL REVENUE BONDS, SERIES 2018B

Mr. McCullion followed with an update about the issuance of the Capital Improvement Special Revenue Bond, Series 2018B, that provides for neighborhood infrastructure improvements.

E. UPDATE ON CAPITAL IMPROVEMENT SPECIAL REVENUE BONDS, SERIES 2019A

Mr. McCullion then updated the Committee about the Capital Improvement Special Revenue Bond, Series 2019A that will be closing in October 2019. There was a 12.5% savings that allowed the debt payment to be reduced by 12.5% for a present value savings of \$5 million; a total of \$11 million savings over the length of the loan.

F. UPDATE ON COMMUNITY REDEVELOPMENT AGENCY TAX INCREMENT REVENUE BONDS, SERIES 2019A

Mr. McCullion followed with an update about the Community Redevelopment Agency Tax Increment Tax Increment Bond, Series 2019A. The refunding allowed a 15% savings with a present value savings of \$8.6 million and a total of \$11 million savings over the length of the loan.

4. SCHEDULE OF QUARTERLY MEETINGS FOR 2019

The Mayor noted the scheduled meetings for 2019.

5. ADJOURNMENT

There being no further business, Mayor Dyer adjourned the meeting at 9:45 AM.

Respectfully submitted,

Katrina A. Laudeman

Katrina A. Laudeman
Treasurer

Michele V. Keane

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Pension Coordinator