



OFFICE OF THE MAYOR

July 25, 2017

Don Kraher, City Council Executive
City Council of the City of Pensacola
222 W. Main Street
Pensacola, FL 32502

RE: City of Pensacola, Florida Eastside Redevelopment Revenue Bond, Series 2017;
City of Pensacola, Florida Westside Redevelopment Revenue Bond, Series 2017; and
Interlocal Agreement between the City of Pensacola and the City of Pensacola Community
Redevelopment Agency

Mr. Kraher:

The purpose of this letter is to provide notice that the City Council of the City of Pensacola (the "City") will hold a public meeting to consider authorizing (i) issuance of the City's Eastside Redevelopment Revenue Bond, Series 2017 in the principal amount of \$1,307,000 (the "Eastside Bond"), (ii) issuance of the City's Westside Redevelopment Revenue Bond, Series 2017 in a principal amount of \$4,082,000 (the "Westside Bond"); and (iii) an amended and restated interlocal agreement (the "Interlocal Agreement") between the City and the City of Pensacola Community Redevelopment Agency (the "Agency").

Proceeds of the Eastside Bond will be used to finance certain community redevelopment capital improvements in the Eastside Neighborhood Redevelopment Area included in the community redevelopment plan for the Eastside Neighborhood. The Eastside Bond will be repaid by tax increment revenues paid into the Eastside Neighborhood Redevelopment Trust Fund established by City Ordinance No. 16-05 adopted on October 13, 2005, as amended by Ordinance No. 21-17 adopted on July 13, 2017.

Proceeds of the Westside Bond will be used to finance certain community redevelopment capital improvements in the Westside Community Redevelopment Area included in the community redevelopment plan for the Westside Community. The Westside Bond will be repaid by tax increment revenues paid into the Westside Community Redevelopment Trust Fund established by City Ordinance No. 31-14 adopted on August 28, 2014.

The Interlocal Agreement provides for a loan from the City to the Agency in an amount up to \$500,000 to finance certain community redevelopment projects in the Eastside Neighborhood Redevelopment Area included in the community redevelopment plan for the Eastside Neighborhood. The loan will bear interest at the rate of 3.0% per year over a term not to exceed

expiration of the Eastside Neighborhood Redevelopment Trust Fund, and will be repaid by tax increment revenues paid into the Eastside Neighborhood Redevelopment Trust Fund.

The public meeting will be held on August 10, 2017, at 5:30 pm or as shortly thereafter as may be heard, in Council Chambers located on the first floor of City Hall at 222 W. Main Street, Pensacola, Florida 32502. This notice is being sent on behalf of the City of Pensacola and the City of Pensacola Community Redevelopment Agency to all taxing authorities which have the power to levy ad valorem taxes on real property within the Eastside and Westside redevelopment areas, in accordance with Section 163.346, Florida Statutes. Please note that although this notice has been provided to all such taxing authorities, the City of Pensacola, Florida and Escambia County, Florida are the only authorities which contribute increment revenues used to support redevelopment activities in those redevelopment areas.

At the public meeting, the City Council will consider adoption of resolutions authorizing issuance of the Eastside Bond and Westside Bond, respectively, and the Interlocal Agreement. Interested parties may appear at the public meeting and be heard with respect to the proposed resolutions. Copies of such resolutions, together with the Interlocal Agreement, the community redevelopment plans and the ordinances and resolutions establishing the redevelopment areas and trust funds referenced above, are available for inspection by the public at the Office of the City Clerk, 222 W. Main Street, Pensacola, Florida 32502. If you have any questions or would like further information, please contact Richard Barker, Jr., Chief Financial Officer, at 850-435-1823.

Sincerely,



Eric Olson
City Administrator