

Meeting Date
12/20/16



AGENDA	
Section	New Business
Item No.	VI.A.2.

AGENDA REPORT

BREVARD COUNTY BOARD OF COUNTY COMMISSIONERS

SUBJECT:	Request Permission for Fund 4011 (Solid Waste CIP) to lend Fund 4110 (Solid Waste Collection) up to 10 Million Dollars (\$10,000,000.00)
DEPT/OFFICE:	Solid Waste Management Department

Requested Action:

It is requested that the Board of County Commissioners grant permission to Solid Waste Management Department to lend up to \$10,000,000.00 from the Capital Improvements Plan (CIP) Reserves as a short-term loan to the Solid Waste Collection Fund and authorize the County Manager to approve related budget change request.

Summary Explanation & Background:

Between October 7, 2016 and October 8, 2016, Brevard County suffered damages from Hurricane Matthew. This event produced over 711,000 cubic yards of debris that Solid Waste Management is responsible for collecting.

This estimated cost of collection that will be paid to the disaster debris recovery contractors for this enormous amount of debris is \$12,000,000.00. The County will first pay the contractors and then seek reimbursement from the Federal Emergency Agency (FEMA) and also from the State of Florida. During declared emergencies FEMA will pay up to 75%, the State of Florida will pay 12.5% with the remainder coming from local sources.

The Solid Waste Collection Fund has a \$4,181,832 reserve that will be used to cover the local share. This amount is not sufficient to meet the cash flow demands that this event has imposed on Brevard County. This will necessitate the establishment of a loan to partially help to meet the cash flow needed from the Collection Fund. The Disposal CIP reserve is used to fund Capital Improvement Projects and heavy equipment purchases. This reserve accumulates cash through the years in order to pay in cash as much as possible. The amount of the loan will not be required to be used in this fiscal year and the loan should be repaid before the monies are needed in the disposal system. The Disposal CIP reserve currently has a balance of \$12,799,528.00.

Initially, it is estimated that the \$10,000,000.00 loan will suffice. However, this amount does depend on how quickly the County will be reimbursed by FEMA.

Fiscal Impact:

This loan is needed to establish a revolving fund to bridge the gap between the time that the County makes payments to the disaster recovery contractors, and when FEMA reimburses the County.

Clerk to the Board Instructions:

Exhibits Attached:

Contract /Agreement (If attached):		Reviewed by County Attorney	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>	PR	<input type="checkbox"/>
County Manager		Assistant County Manager	Department Director / Extension Euripides Rodriguez, Director / x52042					
Stockton Whitten		Assistant County Manager						



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December 21, 2016

MEMORANDUM

TO: Euripides Rodriguez, Solid Waste Management Director

RE: Item VI.A.2., Grant Permission for Fund 4011 (Solid Waste CIP) to Lend Fund 4110 (Solid Waste Collection) up to \$10,000,000.

The Board of County Commissioners, in regular session on December 20, 2016, granted permission for Solid Waste Management Department to lend up to \$10,000,000 from the Capital Improvements Plan (CIP) reserves as a short-term loan to the Solid Waste Collection Fund.

Your continued cooperation is greatly appreciated.

Sincerely,

BOARD OF COUNTY COMMISSIONERS
SCOTT ELLIS, CLERK

Tammy Rowe, Deputy Clerk

/kp

cc: Finance
Budget