

SUMMARY OF REQUEST

DATE: June 30, 2021

FACILITY: System Wide

PROGRAM/PRODUCT LINE: Line of Credit

REQUEST: Approve to renew the District's line of credit with BankUnited, N.A.

PURPOSE: To assist the District with the general working capital as a bridge to long-term financing, capital improvements projects or other general operating expenses agreed upon

CAPITAL REQUIRED: None.

FISCAL IMPACT: Line of Credit up to \$50 million, unused and used fees to be finalized with BankUnited N.A..

BUDGET STATUS: Will be Budgeted for FY2022

APPROVED:
~~Shane Strum 06/02/2021 15:49 EDT~~
Shane Strum, President/CEO

DATE: _____

MEMORANDUM

TO: Board of Commissioners

FROM: Shane Strum, President/CEO BH

DATE: June 30, 2021

SUBJECT: Approve the District to renew its line of credit.

BACKGROUND

In Fiscal Year 2020, the District entered into a \$50 million line of credit with BankUnited N.A. The line of credit expires on June 29, 2021. The line of credit provided a safety net of liquidity during a time when the financial impact of COVID-19 was unknown.

ACTION/PROJECT DESCRIPTION

Approve the District to renew the line of credit with BankUnited N.A. under materially the same terms and conditions of the current agreement and to continue to renew it annually provided senior management deems it appropriate.

FINANCIAL/BUDGETARY IMPACT

The renewal will be up to one year and will be negotiated based on the same, or more favorable, terms and conditions of the current agreement.

JUSTIFICATION

The District believes it is prudent to maintain the line of credit to increase its liquidity and is appropriate for emergency situations.

STAFF RECOMMENDATION

Therefore, it is requested that the Board of Commissioners of the North Broward Hospital District approve the renewal of the District's line of credit with BankUnited N.A. and authorize, approve, and ratify the execution, delivery and performance by the District and its senior management of all related financing documents, as necessary or appropriate in connection therewith, all in the manner most favorable to the District, in such forms as senior management deems necessary or appropriate, upon the advice of bond counsel and financial advisors and to continue to renew it on an annual basis as determined appropriate by senior management.