

Otay Mesa Enhanced Infrastructure Financing District

# Fiscal Consultant Services Agreement

Public Financing Authority Board Meeting

Item 2

October 10, 2022



## Background

- In August 2022, Debt Management (“DM”) staff brought an action item authorizing the initial issuance of the District’s Tax Allocation Bonds
- As part of the next steps, DM is retaining a fiscal consultant to produce a Fiscal Consultant Report (“FCR”) which will be an addendum to the Preliminary and Official Statements and other related services

## Fiscal Consultant Services

- In July 2022, a Request for Proposals (“RFP”) was issued to the City’s pool of fiscal consultants, along with firms recommended by the District’s municipal advisor
  - In response to the RFP, five proposals were received and evaluated by DM
- The recommendation is Keyser Marston Associates, Inc. (“KMA”)
- The scope of services expected to be provided by KMA will not exceed a cost of \$37,500 for professional services and out-of-pocket expenses
  - Fees are anticipated to be paid in lump sum from bond proceeds available at bond closing
  - In the unexpected event that some or all of the work is completed, and the bonds did not close during the fiscal year, fees would be paid from District revenues
- Unless otherwise terminated, this Agreement shall be effective until completion of the scope of services or October 2025, whichever is earliest

## Next Steps

### **FY 2023 Quarter 2:**

- Board approval of Consultant Services Agreement for fiscal consultant
- Anticipated successful court validation of District bonds

### **FY 2023 Quarter 3/Quarter 4:**

- Board approval of Preliminary Official Statement
- Expected Bond Sale and Closing

### **FY 2024 Quarter 1:**

- Debt service payments anticipated to begin