

Exhibit B

LOAN AGREEMENT

between

CITY OF COCONUT CREEK, FLORIDA

and

PNC BANK, NATIONAL ASSOCIATION

Dated March 18, 2021

Relating to:

CAPITAL IMPROVEMENT REFUNDING REVENUE NOTE, SERIES 2021

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This LOAN AGREEMENT is made and entered as of March 18, 2021, by and between CITY OF COCONUT CREEK, FLORIDA (the “City”) and PNC BANK, NATIONAL ASSOCIATION (the “Lender”).

W I T N E S S E T H

WHEREAS, the City has previously issued its Capital Improvement Revenue Note, Series 2018 (the “Refunded Note”), currently outstanding in the principal amount of approximately \$8,215,000 for the purpose of financing the acquisition, construction, improvement and equipping of various public improvements (the “Series 2018 Project”); and

WHEREAS, the City Commission of the City, by Ordinance No. 2021-006 enacted on March 11, 2021 (the “Ordinance”), authorized the issuance of not exceeding \$8,500,000 Capital Improvement Refunding Revenue Note, Series 2021 (the “Series 2021 Note”), for such purpose; and

WHEREAS, the City has determined that it is in the best interest of the health, safety, and welfare of the City and the inhabitants thereof that the City covenant to budget and appropriate from the Non-Ad Valorem Revenues amounts sufficient to repay the principal of and interest on the Series 2021 Note when due and all other amounts due hereunder and under the Series 2021 Note; and

WHEREAS, the principal of and interest on the Series 2021 Note and all required sinking fund and other payments shall be payable from Non-Ad Valorem Revenues of the City and secured by the City’s covenant to budget and appropriate from the Non-Ad Valorem Revenues each year monies sufficient to pay the principal and interest on such Series 2021 Note, as herein provided. The City shall never be required to levy ad valorem taxes on any property within its corporate territory to pay the principal of and interest on the Series 2021 Note or to make any of the required sinking fund or other payments, and such Series 2021 Note shall not constitute a lien upon any property owned by or situated within the corporate territory of the City; and

WHEREAS, the Series 2021 Note shall not constitute a general obligation or indebtedness of the City as a “bond” within the meaning of any provision of the Constitution of the State, but shall be and is hereby declared to be a special, limited obligation of the City, the principal of and interest on which are payable from and secured solely by the Pledged Funds in the manner herein provided, and the principal of and interest on the Series 2021 Note and all other payments provided for herein, will be secured solely by the Pledged Funds, and it will never be necessary or authorized to levy taxes on any real property of or in the City to pay the principal of or interest on the Series 2021 Note or other payments provided for herein. Furthermore, neither the Series 2021 Note nor the interest thereon, shall be or constitute a lien upon the Series 2018 Project or upon any other property of or in the City other than the Pledged Funds in the manner provided herein.

NOW, THEREFORE, in consideration of the premises and the mutual covenants herein set forth and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties do hereby agree as follows:

SECTION 1. DEFINITIONS. The following terms shall have the following meanings herein, unless the text otherwise expressly requires:

“Act” means Chapter 166, Florida Statutes, the Home Rule Charter of the City of Coconut Creek, and other applicable provisions of law.

“Authorized Investments” means any obligations, deposit certificates, or other evidences of indebtedness legal for investment pursuant to law, to the extent not inconsistent with the terms of the investment policy of the City and applicable law.

“Business Day” means any day of the year on which banks in the city in which the principal office of the Lender is located are not required or authorized by law to remain closed.

“City” means City of Coconut Creek, Florida.

“Code” means the Internal Revenue Code of 1986, as amended, and any rules and regulations promulgated thereunder.

“Commission” means the City Commission of the City.

“Debt Service” means, for any period or at any time, the principal of, premium, if any, and interest on the Series 2021 Note for that period or at that time, whether due at maturity or redemption or otherwise.

“Default Rate” means the greater of (i) the Prime Rate plus three percent (3%) per annum, (ii) the Overnight Bank Funding Rate plus three and one half percent (3.5%) per annum, and (iii) seven percent (7.0%) per annum, provided that in no event shall the Default Rate exceed the maximum rate permitted by law.

“Federal Securities” means direct obligations of the United States of America.

“Fiscal Year” means the period from October 1 to the succeeding September 30.

“Lender” means PNC Bank, National Association, which is making the Loan to the City pursuant to the terms of this Agreement, and its successors and assigns.

“Loan” means the loan evidenced by the Series 2021 Note.

“Maturity Date” means October 1, 2028.

“Non-Ad Valorem Revenues” means all of the revenues of the City derived from sources other than ad valorem taxation and legally available to pay the principal of and interest on the Series 2021 Note, subject to any prior liens or encumbrances on all or any specified portion thereof, whether now existing or hereafter created.

“Ordinance” means the Ordinance of the City authorizing this Agreement, together with any ordinance amendatory or supplemental thereto.

“Outstanding CBA Notes” means the Series 2017A Note and the Series 2017B Note.

“Overnight Bank Funding Rate” means, for any day, the rate comprised of both overnight federal funds and overnight Eurocurrency borrowings by U.S.-managed banking offices of depository institutions, as such composite rate shall be determined by the Federal Reserve Bank of New York (“NYFRB”), as set forth on its public website from time to time, and as published on the next succeeding Business Day as the overnight bank funding rate by the NYFRB (or by such other recognized electronic source (such as Bloomberg) selected by the Lender for the purpose of displaying such rate); provided, that if such day is not a Business Day, the Overnight Bank Funding Rate for such day shall be such rate on the immediately preceding Business Day; provided, further, that if such rate shall at any time, for any reason, no longer exist, a comparable replacement rate determined by the Lender at such time (which determination shall be conclusive absent manifest error). If the Overnight Bank Funding Rate determined as above would be less than zero, then such rate shall be deemed to be zero. The rate of interest charged shall be adjusted as of each Business Day based on changes in the Overnight Bank Funding Rate without notice to the City.

“Paying Agent” means the Finance Director of the City.

“Person” or words importing persons, means firms, associations, partnerships (including without limitation, general and limited partnerships), joint ventures, societies, estates, trusts, corporations, public or governmental bodies, other legal entities and natural persons.

“Pledged Funds” means the Non Ad Valorem Revenues budgeted, appropriated and deposited by the City for the payment of the Series 2021 Note and moneys and investment income therefrom held in the funds and accounts created hereby.

“Prime Rate” means a rate of interest equal to the announced prime commercial lending rate per annum of the Lender. The Prime Rate is a reference rate for the information and use of the Lender in establishing the actual rate to be charged to the Lender’s customers. The Prime Rate is purely discretionary and is not necessarily the lowest or best rate charged any customer. The Prime Rate shall be adjusted from time to time without notice or demand as of the effective date of any announced change thereof.

“Principal Amount” means \$8,500,000.

“Refunded Note” means the City’s outstanding Capital Improvement Revenue Note, Series 2018.

“Register” means books maintained by the Registrar in which are recorded the names, and addresses of the holder of the Series 2021 Note.

“Registrar” means the Person maintaining the Register. The Registrar shall be the City Clerk.

“Regulations” means the Income Tax Regulations promulgated by the Internal Revenue Service under Sections 103 and 141 through 150 of the Code in effect from time to time.

“Series 2017A Note” means the City’s Capital Improvement Revenue Note, Series 2017A in the original principal amount of \$10,000,000 issued for the purpose of financing a portion of the City’s Capital Improvement Plan.

“Series 2017B Note” means the City’s Capital Improvement Revenue Note, Series 2017B in the original principal amount of \$6,765,000 issued for the purpose of refinancing the City’s outstanding Capital Improvement Revenue Note, Series 2009.

“Series 2018 Project” means the public improvements financed by the Refunded Note.

“Series 2021 Note” means the promissory note of the City to the Lender dated the date hereof.

“Sinking Fund” means the fund created and established by the City pursuant to Section 10(F) hereof.

“State” means the State of Florida.

SECTION 2. INTERPRETATION. Unless the context clearly requires otherwise, words of masculine gender shall be construed to include correlative words of the feminine and neuter genders and vice versa, and words of the singular number shall be construed to include correlative words of the plural number and vice versa. This Agreement and all the terms and provisions hereof shall be construed to effectuate the purpose set forth herein and to sustain the validity hereof.

SECTION 3. THE LOAN.

A. Loan. The Lender hereby makes and the City hereby accepts the Loan in the principal amount of \$8,500,000 upon the terms and conditions herein.

B. Disbursement of Proceeds. The Lender shall disburse the proceeds of the Loan on the date of delivery to or at the direction of the City.

SECTION 4. DESCRIPTION OF SERIES 2021 NOTE. The Loan shall be evidenced by the Series 2021 Note. The Series 2021 Note shall be issued in fully registered form, without coupons; shall be dated as of the date of its delivery; shall be in the amount equal to \$8,500,000; shall bear interest on the outstanding principal amount thereof at a fixed annual rate of ___% per annum, subject to adjustment as set forth on Exhibit A to the Form of Note attached hereto. Interest shall be calculated on a 30-day month and 360-day year basis, and shall be payable on April 1 and October 1 of each year, commencing October 1, 2021, and at maturity or upon earlier prepayment of the principal amount of the Series 2021 Note. The Series 2021 Note shall mature as set forth on the amortization schedule attached to the Series 2021 Note, with the final maturity on October 1, 2028.

The Series 2021 Note may be prepaid in whole or in part prior to maturity on any date on or after March 18, 2023 at the option of the City. In connection with any such prepayment, the City shall pay to the Lender a prepayment premium equal to one percent (1%) of the principal amount prepaid and shall pay the accrued interest on the principal amount prepaid to the date of prepayment. Notice of such redemption shall be delivered in writing to the Lender at least ten

days prior to the prepayment date. Any such principal prepayments shall be applied to the principal installments in inverse order of maturity.

SECTION 5. EXECUTION OF SERIES 2021 NOTE. The Series 2021 Note shall be executed in the name of the City by the City Manager, and attested and countersigned by the City Clerk, and its corporate seal or a facsimile thereof shall be affixed thereto or reproduced thereon. The Series 2021 Note may be signed and sealed on behalf of the City by any person who at the actual time of the execution of the Series 2021 Note shall hold such office in the City, although at the date of the Series 2021 Note such person may not have been so authorized. The Series 2021 Note may be executed by the facsimile signatures of the City Manager or City Clerk.

SECTION 6. REGISTRATION AND TRANSFER OF SERIES 2021 NOTE. The Series 2021 Note shall be and shall have all the qualities and incidents of negotiable instruments under the Uniform Commercial Code-Investment Securities Laws of the State of Florida, and the registered owner, in accepting the Series 2021 Note, shall be conclusively deemed to have agreed that such Series 2021 Note shall be and have all of the qualities and incidents of negotiable instruments thereunder. Notwithstanding the foregoing the obligations hereunder are intended by the City and the Lender to be a loan for all purposes and not a municipal security. No CUSIP number shall be obtained or applied for by the Owner or the City for the Series 2021 Note.

There shall be a Registrar who shall be responsible for maintaining the Register. The Person in whose name ownership of any Series 2021 Note is shown on the Register shall be deemed the owner thereof by the City and the Registrar, and any notice to the contrary shall not be binding upon the City or the Registrar. The City and the Registrar may treat the registered owner as the absolute owner of the Series 2021 Note for all purposes, whether or not such Series 2021 Note shall be overdue, and shall not be bound by any notice to the contrary.

Ownership of Series 2021 Note may be transferred only upon the Register. Upon surrender to the Registrar for transfer or exchange of the Series 2021 Note accompanied by an assignment or written authorization for exchange, whichever is applicable, duly executed by the registered owner or its attorney duly authorized in writing, the Registrar shall deliver in the name of the registered owner or the transferee or transferees, as the case may be, a new fully registered Series 2021 Note of authorized denominations and of the same maturity and interest rate and for the same aggregate principal amount as the Series 2021 Note surrendered.

The Series 2021 Note presented for transfer, exchange, redemption or payment (if so required by the City or the Registrar) shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in the form and with guaranty of signature in the form attached to the Series 2021 Note, duly executed by the registered owner or by his duly authorized attorney, provided that no guaranty of signature shall be required if the holder is a bank or other financial institution.

The City and the Registrar may charge the registered owner a sum sufficient to reimburse them for any reasonable expenses incurred in making any exchange or transfer after the first such exchange or transfer following the delivery of the Series 2021 Note. The Registrar or the City may also require payment from the registered owner or his transferee, as the case may be, of a sum sufficient to cover any tax, fee or other governmental charge that may be imposed in relation

thereto, other than a fee or charge imposed by the City. Such charges and expenses shall be paid before any such new Series 2021 Note shall be delivered.

The new Series 2021 Note delivered upon any transfer or exchange shall be a valid obligation of the City, evidencing the same debt as the Series 2021 Note surrendered, shall be secured under this Agreement, and shall be entitled to all of the security and benefits hereof to the same extent as the Series 2021 Note surrendered.

Whenever the Series 2021 Note shall be delivered to the Registrar for cancellation, upon payment of the principal amount thereof, or for replacement, transfer or exchange, such Series 2021 Note shall be cancelled and destroyed by the Registrar, and counterparts of a certificate of destruction evidencing such destruction shall be furnished to the City.

SECTION 7. SERIES 2021 NOTE MUTILATED, DESTROYED, STOLEN OR LOST. In case the Series 2021 Note shall be mutilated, or be destroyed, stolen or lost, upon the registered owner furnishing the Registrar proof of its ownership thereof and satisfactory indemnity and complying with such other reasonable regulations and conditions as the City may prescribe and paying such expenses as the City may incur, the Registrar shall issue and deliver a new Series 2021 Note of like tenor as the Series 2021 Note so mutilated, destroyed, stolen or lost, in lieu of or substitution for the Series 2021 Note so destroyed, stolen or lost, or in exchange and substitution for such mutilated Series 2021 Note. Any Series 2021 Note for which a new Series 2021 Note has been issued under the terms of this Section 7 shall be cancelled by the Registrar and deleted from the Register and no longer on the entitled to the benefits and rights as to lien on and source and security for payment from the special funds, as herein provided.

Any such duplicate Series 2021 Note issued pursuant to this section shall constitute an original, additional contractual obligation on the part of the City whether or not, as to duplicate Series 2021 Note, the lost, stolen or destroyed Series 2021 Note be at any time found by anyone, and such duplicate Series 2021 Note shall be entitled to equal and proportionate benefits and rights as to lien on and source and security for payment from the special funds, as hereinafter pledged, to the same extent as the other Series 2021 Note issued hereunder.

SECTION 8. FORM OF SERIES 2021 NOTE. The Series 2021 Note shall be in substantially the form of Exhibit A hereto.

SECTION 9. SECURITY FOR NOTE. The payment of the principal of and interest on the Series 2021 Note shall be secured forthwith, by a lien upon and a pledge of the Pledged Funds. The Series 2021 Note shall not constitute a general obligation or indebtedness of the City within the meaning of any constitutional limitation and the Lender shall never have the right to require or compel the levy of taxes upon any property of or in the City for the payment of the principal of and interest on the Series 2021 Note. The City does hereby irrevocably pledge the Pledged Funds to the payment of the principal of and interest on the Series 2021 Note and other amounts payable hereunder and under the Note.

The City does further covenant and represent that it has power under the Act and the Ordinance to irrevocably pledge the Pledged Funds to the payment of the principal of and interest on the Series 2021 Note and that the pledge of the Pledged Funds in the manner provided herein

shall not be subject to repeal, modification or impairment by any subsequent resolution, ordinance or other proceeding of the Commission of the City, or by any subsequent act of the Legislature of the State of Florida.

SECTION 10. COVENANTS OF THE CITY. So long as any of the principal of or interest on the Series 2021 Note shall be outstanding and unpaid or until provision for payment of the Series 2021 Note shall have been made pursuant to Section 21 hereof, the City covenants with the Lender as follows:

(A) Tax Compliance. The City will take all actions necessary to maintain the exclusion from gross income of interest on the Series 2021 Note to the same extent as such existed on the date of issuance of the Series 2021 Note and, to the extent dependent upon the actions of the City, the status of the Series 2021 Note as a ‘qualified tax exempt obligation.’

(B) Financial Statements. Not later than two hundred and seventy (270) days following the end of each Fiscal Year, the City shall provide the Lender the annual audited financial statement of the City audited by the City’s certified public accountants together with the report of such accountants to the effect that such audit has been conducted in accordance with generally accepted auditing standards and stating whether such financial statements present fairly in all material respects the financial position of the City and the results of operations and cash flows for the periods covered by the audit report, all in conformity with generally accepted accounting principles applied on a consistent basis. Such financial statements shall include a balance sheet and statement of revenues, expenditures and changes in fund balances.

(C) Annual Budget and Other Information. The City shall prepare its annual budget in accordance with Florida law, and shall provide the Lender a copy of its final annual budget for each Fiscal Year within forty-five (45) days after the commencement of each Fiscal Year of the City and shall provide the Lender with such other financial information the Lender may reasonably request.

(D) Budget and Appropriate. Subject to the limitations set forth below, the City covenants that it will, in each year while the Series 2021 Note is outstanding, budget and appropriate, and deposit to the Sinking Fund, Non-Ad Valorem Revenues in an amount sufficient to make payments of principal and interest on such Series 2021 Note as they become due.

Such covenant and agreement on the part of the City to budget, appropriate and deposit such amounts of Non-Ad Valorem Revenues shall be cumulative to the extent not paid, and shall continue until such Non-Ad Valorem Revenues or other legally available funds in amounts sufficient to make all such required payments shall have been budgeted, appropriated and actually paid. Notwithstanding the foregoing covenant of the City, the City does not covenant to maintain any services or programs, now provided or maintained by the City, which generate Non-Ad Valorem Revenues.

Such covenant to budget and appropriate does not create any lien upon or pledge of such Non-Ad Valorem Revenues; nor does it preclude the City from pledging in the future its Non-Ad Valorem Revenues; nor does it require the City to levy and collect any particular Non-Ad Valorem Revenues; nor does it give the Lender a prior claim on the Non-Ad Valorem Revenues as opposed

to claims of general creditors of the City (until Non-Ad Valorem Revenues have been deposited into the Sinking Fund as provided herein). Such covenant to appropriate Non-Ad Valorem Revenues is subject in all respects to the payment of obligations secured by a pledge of such Non-Ad Valorem Revenues heretofore or hereinafter entered into (including the payment of debt service on bonds and other debt instruments). However, the covenant to budget and appropriate in its general annual budget for the purposes and in the manner stated herein shall have the effect of making available for the payment of the principal of and interest on the Series 2021 Note, in the manner described herein, Non-Ad Valorem Revenues and placing on the City a positive duty to appropriate and budget, by amendment if necessary, amounts sufficient to meet its obligations hereunder; subject, however, in all respects to the restrictions of Florida Statutes which require a balanced budget and prohibit the City from expending or contracting for the expenditure in any fiscal year more than the amount budgeted in each fund's budget; and subject, further, to the payment of services and programs which are for essential public purposes affecting the health, welfare and safety of the inhabitants of the City or which are legally mandated by applicable law. The City represents that the Series 2018 Project serves essential public purposes.

(E) Payment from Pledged Funds. The City will duly and punctually pay or cause to be paid, solely from the Pledged Funds, as provided herein, the principal of, and interest and premium, if any, on the Series 2021 Note. However, the City at its option may make such payments from any legally available funds of the City so long as such principal, interest and premium are paid when due.

(F) Sinking Fund. The City hereby creates and establishes on its books and records, and shall maintain while the Series 2021 Note is outstanding, a special separate fund to be called the "City of Coconut Creek, Florida Capital Improvement Refunding Revenue Note Series 2021 Sinking Fund" (hereinafter called the "Sinking Fund"). Moneys on deposit in the Sinking Fund shall be used only for the purpose of paying principal and interest on Series 2021 Note as the same shall become due and for no other purpose.

On or before the Business Day prior to each date fixed for the payment of principal or interest on the Series 2021 Note, the City shall deposit from Non-Ad Valorem Revenues budgeted and appropriated for such purpose to the Sinking Fund the amounts sufficient to pay the interest and principal becoming due on the Series 2021 Note on such payment date.

Amounts on deposit in the Sinking Fund may be invested and reinvested by the City in Authorized Investments maturing or redeemable at the option of the City not later than the date such amounts are needed for the payments required hereunder. All income from the investment of moneys in the fund and accounts established by this Agreement shall, upon receipt thereof, be deposited to the credit of the Sinking Fund and used for the purposes thereof.

The designation of a special fund by this Agreement shall not be construed to require the establishment of any completely independent, self-balancing funds, as such term is commonly used and defined in governmental accounting, but is intended solely to constitute an earmarking of certain moneys and investments for certain purposes and to establish certain priorities for application of such moneys and investments as herein provided. The moneys and investments required to be accounted for in the foregoing fund established herein may be deposited in a single fund or account, provided that adequate accounting records are maintained to reflect the allocation

of the moneys and investments on deposit therein into the fund established hereunder and to control the restricted uses of such moneys and investments for the various purposes as herein provided.

(G) Anti-Dilution Test. The City will not issue any obligations (other than the Outstanding CBA Notes) secured by a covenant to budget and appropriate or payable from Non-Ad Valorem Revenues or secured by a lien on or pledge of any specific Non-Ad Valorem Revenues unless the Non-Ad Valorem Revenues received by the City for each of the two preceding Fiscal Years cover projected maximum annual Debt Service on the Series 2021 Note and all other debt secured by, or payable from a covenant to budget and appropriate from, Non-Ad Valorem Revenues (including the proposed debt) and any other debt secured by a lien on or pledge of any specific Non-Ad Valorem Revenues, by at least 1.1 times.

For the purposes of this covenant, maximum annual Debt Service shall be the greatest amount of Debt Service for the then current or any future Fiscal Year during the term of the Series 2021 Note, and the interest rate on any variable rate debt shall be assumed to be six percent (6%) or, if greater, the average of the actual rate on such variable rate indebtedness over the sixty (60) days preceding the date of calculation.

For purposes of calculating maximum annual Debt Service, balloon indebtedness shall be assumed to amortize in up to twenty (20) years on a level debt service basis from the date of calculation. In the event that the City is required to fund a reserve fund, the funding of such reserve fund shall be included in the calculation of Debt Service.

Prior to the incurrence of obligations permitted by this Section 10(G) the City shall provide to the Lender a certificate of the City Manager or Finance Director demonstrating compliance with the foregoing calculation based on audited annual financial statements or other audited financial information.

SECTION 11. APPLICATION OF NOTE PROCEEDS. The proceeds of the Series 2021 Note shall first be applied by the City to pay the costs of preparation and issuance of the Series 2021 Note and thereafter to pay the costs of the refunding the Refunded Note. The Lender shall have no responsibility for the use of the proceeds of the Series 2021 Note, and the use of Series 2021 Note proceeds by the City shall in no way affect the rights of the Lender.

SECTION 12. CONDITIONS PRECEDENT. The obligation of the Lender to make the Loan is subject to the satisfaction of each of the following conditions precedent on or before the closing date:

(i) Action. The Lender shall have received copies of all action taken by the City approving the execution and delivery by the City of this Agreement and the financing documents to which the City is a party, in each case certified as complete and correct as of the closing date.

(ii) Incumbency of Officers. The Lender shall have received an incumbency certificate of the City in respect of each of the officers who is authorized to sign this Agreement and the financing documents to which it is a party on behalf of the City.

(iii) Opinion of Counsel to the City. The Lender shall have received a written opinion of counsel to the City covering matters relating to the transactions contemplated by this Agreement and the financing documents, in form and substance satisfactory to the Lender.

(iv) Opinion of Bond Counsel. The Lender shall have received a letter from bond counsel authorizing the Lender to rely on the final legal opinion of bond counsel delivered to the City in respect of the Series 2021 Note as if such opinion were addressed to the Lender. Such legal opinion and letter shall be in form and substance satisfactory to Lender.

(v) No Default, Etc. No Default shall have occurred and be continuing as of the closing date or will result from the making of the Loan and the representations and warranties made by the City herein shall be true and correct in all material respects on and as of the date hereof.

(vi) Other Documents. The Lender shall have received such other documents, certificates and opinions as the Lender or its counsel shall have reasonably requested.

Acceptance of the Series 2021 Note and funding of the loan represented thereby by the Lender shall constitute conclusive proof of the delivery or waiver of the foregoing to the satisfaction of the City and the Lender.

SECTION 13. REPRESENTATIONS AND WARRANTIES. The City represents and warrants to the Lender that:

A. Organization. The City is a municipal corporation organized under the laws of the State of Florida.

B. Authorization of Agreement and Related Documents. The City has the power and has taken all necessary action to authorize the execution, delivery and performance of the City's obligations under the Ordinance, this Agreement and each of the financing documents to which it is a party in accordance with their respective terms. This Agreement has been duly executed and delivered by the City and is, and the Ordinance and each of the financing documents to which it is a party when executed and delivered will be, legal, valid and binding obligations of the City enforceable against the City in accordance with their respective terms, except as may be limited by bankruptcy, insolvency, reorganization or moratorium applicable to the City and general equitable principles regarding the availability of specific performance.

C. Non-Ad Valorem Revenues. The City currently receives and is legally entitled to receive the Non-Ad Valorem Revenues, and is legally entitled to covenant to budget and appropriate, and deposit to the Sinking Fund, from such Non-Ad Valorem Revenues sufficient amounts in each Fiscal Year to pay the principal of and interest on the Series 2021 Note, when due, subject to any prior liens or encumbrances on such Non-Ad Valorem Revenues, whether now existing or hereafter created.

D. Financial Statements. The financial statements of the City for the year ending September 30, 2019, copies of which have been furnished to the Lender, have been prepared in accordance with generally accepted accounting principles and present fairly the financial condition of the City as of such date and the results of its operations for the period then ended. Since such

date, there has been no material adverse change in the financial condition, revenues (including, without limitation, Non-Ad Valorem Revenues), properties or operations of the City.

SECTION 14. TAX COMPLIANCE. Neither the City nor any third party over whom the City has control will make any use of the proceeds of the Series 2021 Note at any time during the term thereof which would cause the Series 2021 Note to be “private activity bonds” within the meaning of Section 103(b)(1) of the Code or “arbitrage bonds” within the meaning of Section 103(b)(2) of the Code. The City covenants throughout the term of the Series 2021 Note to comply with the requirements of the Code and the Regulations, as amended from time to time.

The City is causing the Series 2021 Note to be deemed a “qualified obligation” within the meaning of Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended. Should subsequent but currently unforeseen actions by the City cause the Series 2021 Note to be classified as a “non-qualified obligation” pursuant to Section 265(b)(3)(B), Internal Revenue Code of 1986, as amended, the rate shall be adjusted to that level necessary to ensure that the anticipated after tax yield contemplated by the Lender at the time of closing is received, as more fully set forth in Exhibit A to the Form of Note.

In the event that as a result of any action or omission by the City the interest on the Series 2021 Note is ever determined that any or all of the interest on the Series 2021 Note is deemed to be included in the gross income of the Lender for federal or state income taxation or the Lender is unable to deduct any other amounts as a result of purchasing or carrying the Series 2021 Note, the interest on the Series 2021 Note shall be adjusted as provided in Exhibit A to the Form of Note. In no event, however, shall the interest rate on the Series 2021 Note exceed the maximum rate permitted by law.

SECTION 15. DESIGNATION PURSUANT TO INTERNAL REVENUE CODE. The Series 2021 Note is designated by the City as a qualified tax exempt obligation of the City pursuant to the provisions of Section 265(b)(3)(B) of the Internal Revenue Code of 1986.

SECTION 16. NOTICES. All notices, certificates or other communications hereunder shall be sufficiently given and shall be deemed given when hand delivered or mailed by registered or certified mail, postage prepaid, to the parties at the following addresses:

City:	City of Coconut Creek, Florida 4800 West Copans Road Coconut Creek, Florida 33063 ATTENTION: City Manager
Lender:	PNC Bank, National Association 16740 San Carlos Boulevard Fort Myers, Florida 33908 ATTENTION: Nick Ayotte, Vice President

Bond Counsel: Akerman LLP
50 North Laura Street
Suite 3100
Jacksonville, FL 32202
Attn: Peter L. Dame

Any of the above parties may, by notice in writing given to the others, designate any further or different addresses to which subsequent notices, certificates or other communications shall be sent. Notices to the Paying Agent shall be effective only upon the receipt thereof by the Paying Agent.

SECTION 17. EVENTS OF DEFAULT DEFINED. The following shall be “Events of Default under this Agreement and the terms “Events of Default” shall mean, whenever such term is used in this Agreement, any one or more of the following events:

A. Failure by the City to timely pay any loan repayment on or before the date on which such payment is due and payable;

B. Failure by the City to observe and perform any covenant, condition or agreement on its part to be observed or performed under this Agreement for a period of thirty (30) days after (i) the date written notice specifying such failure and requesting that it be remedied is given to the City by the Lender or (ii) the date the City advised the Lender of such failure or should have advised the Lender of such failure, whichever is earlier, unless the Lender shall agree in writing to an extension of such time prior to its expiration;

C. Any warranty, representation or other statement by the City or by an officer or agent of the City contained in this Agreement or in any instrument furnished in compliance with or in reference to this Agreement is false or misleading in any material adverse respect when made or affirmed;

D. The City admits in writing its inability to pay its debts as they become due or files a petition in bankruptcy or makes an assignment for the benefit of its creditors or consents to the appointment of a receiver or trustee for itself;

E. The City is adjudged insolvent by a court of competent jurisdiction, or is adjudged bankrupt on a petition in bankruptcy filed by or against the City, or an order, judgement or decree is entered by any court of competent jurisdiction appointing, without the consent of the City, a receiver or trustee of the City of the whole or any part of its property, and if the aforesaid adjudications, orders, judgments of decrees shall not be vacated or set aside or stayed within ninety (90) days from the date of entry thereof;

F. The City shall file a petition or answer seeking reorganization or any arrangement under the federal bankruptcy laws or any other applicable law or statute of the United States of America or the State of Florida;

G. A final, non-appealable judgment or order for the payment of money shall be rendered against the City and such judgment or order shall continue unsatisfied and unstayed for a period of 90 days, but only if i) the amount thereof would have a materially adversely effect on

the financial condition of the City or the ability of the City to fulfill its obligations hereunder and ii) the City does not have adequate insurance or established reserves for such judgment;

H, Default by the City under any agreement evidencing, securing, or otherwise respecting any indebtedness of the City payable from or secured by a covenant of the City to budget and appropriate Non-Ad Valorem Revenues if, as a result thereof, such indebtedness is declared immediately due and payable; or

I. Any material provision of this Loan Agreement or the Resolution shall at any time for any reason cease to be valid and binding on the City, or shall be declared to be null and void, or the validity or enforceability of this Loan Agreement shall be contested by the City or any governmental agency or authority, or if the City shall deny any further liability or obligation under this Loan Agreement.

SECTION 18. REMEDIES. The Lender may sue to protect and enforce any and all rights, including the right to the appointment of a receiver, existing under the laws of the State of Florida, of the United States of America, or granted and contained in this Agreement, and to enforce and compel the performance of all duties required by this Agreement or by any applicable laws to be performed by the City or by any officer thereof, and may take all steps to enforce this Agreement to the full extent permitted or authorized by the laws of the State of Florida or the United States of America.

Upon the occurrence and during the continuance of an Event of Default, the Series 2021 Note shall bear interest at the Default Rate.

If an Event of Default shall happen and shall not have been remedied, the City or a receiver appointed for the purpose shall apply all Pledged Funds as follows and in the following order:

(1) to the expenses incurred by the Noteholder or any trustee or receiver in enforcing the City's obligations, including their reasonable attorneys' fees and costs, whether or not suit be brought including, without limitation, the institution of voluntary or involuntary proceeding under the U.S. Bankruptcy Code, including such fees and costs at trial or on appeal;

(2) to the payment of the reasonable and proper charges, expenses and liabilities of the trustee or receiver; and

(3) to the payment of interest due on and next to the payment of principal due on the Series 2021 Note.

Notwithstanding anything herein or in the Series 2021 Note to the contrary, acceleration of the payment of principal of and interest on the Series 2021 Note shall not be a remedy hereunder or under the Series 2021 Note in the case of an Event of Default, provided however that upon an Event of Default described in Subsection 17.H hereof the Lender may, by written notice to the City, declare the principal of and interest on the Series 2021 Note to be immediately due and payable.

SECTION 19. NO RECOURSE. No recourse shall be had for the payment of the principal of and interest on the Series 2021 Note or for any claim based on the Series 2021 Note or on this Agreement, against any present or former member or officer of the City or any person executing the Series 2021 Note.

SECTION 20. PAYMENTS DUE ON SATURDAYS, SUNDAYS AND HOLIDAYS. In any case where the date for making any payment or the last date for performance of any act or the exercise of any right, as provided in this Agreement, shall be other than a Business Day, then such payment or performance shall be made on the succeeding Business Day with the same force and effect as if done on the nominal date provided in this Agreement, provided that credit for payments made shall not be given until the payment is actually received by the Lender and interest shall continue to accrue and shall be payable on the actual date of payment.

SECTION 21. DEFEASANCE. If, at any time, the City shall have paid, or shall have made provision for payment of, the principal and interest with respect to the Series 2021 Note and all costs and expenses of the Lender payable under this Agreement, then, and in that event, the pledge of and lien on the special funds pledged in this Agreement in favor of the Lender shall be no longer in effect and the City shall have no further obligation to comply with the covenants contained in Section 10 hereof, other than the covenant contained in paragraph (A) of Section 10. For purposes of the preceding sentence, deposit of Federal Securities in irrevocable trust with a banking institution or trust company, for the sole benefit of the Series 2021 Note, with respect to which Federal Securities the principal of and interest will be sufficient to make timely payment of the principal and interest on the Series 2021 Note, and which are not subject to redemption prior to maturity, shall be considered "provision for payment." At the time of the deposit referred to above, there shall be delivered to the Lender a verification from a firm of independent certified public accountants or other qualified independent consultant stating that the principal of and interest on the Federal Securities, together with the stated amount of any cash remaining on deposit in such escrow, will be sufficient without reinvestment to pay the remaining principal of, redemption premium, if any, and interest on the Series 2021 Note and an opinion of Bond Counsel that (i) such defeasance will not adversely affect the tax-exemption of the interest on any the Series 2021 Note and (ii) the conditions in this Section 21 have been satisfied.

SECTION 22. AMENDMENTS, CHANGES AND MODIFICATIONS. This Agreement may be amended only by written instrument signed by the Lender and the City. The City shall not amend the Ordinance without the written consent of the Lender.

SECTION 23. BINDING EFFECT. To the extent provided herein, this Agreement shall be binding upon the City and the Lender and shall inure to the benefit of the City and the Lender and their respective successors and assigns.

SECTION 24. SEVERABILITY. In the event any provision of this Agreement shall be held invalid or unenforceable by any court of competent jurisdiction, such holding shall not invalidate or render unenforceable any other provision hereof.

SECTION 25. EXECUTION IN COUNTERPARTS. This Agreement may be simultaneously executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

SECTION 26. APPLICABLE LAW; VENUE. This Agreement shall be governed by and construed in accordance with the laws of the State. Venue for resolution of any dispute concerning this Agreement shall be a court of competent jurisdiction located in Broward County, Florida.

SECTION 27. WAIVER OF JURY TRIAL. The City and the Lender knowingly, intentionally, and voluntarily waive any right which any of them may have to a trial by jury in connection with any matter directly or indirectly relating to any loan document executed in connection herewith or any other matter arising from the relationship between the Lender and the City.

[Signature page follows.]

[Signature page to Loan Agreement relating to Series 2021 Note.]

IN WITNESS WHEREOF, the parties hereto have duly executed this Agreement as of the date first above written.

CITY OF COCONUT CREEK, FLORIDA

(SEAL)

ATTEST:

By: _____
Karen M. Brooks, City Manager

By: _____
Leslie Wallace May, City Clerk

APPROVED AS TO LEGAL FORM:

By: _____
Terrill C. Pyburn, City Attorney

PNC BANK, NATIONAL ASSOCIATION

By: _____
Name: Nick Ayotte
Title: Vice President

EXHIBIT A

THIS NOTE MAY NOT BE ASSIGNED, PLEDGED, ENDORSED OR OTHERWISE TRANSFERRED EXCEPT IN ACCORDANCE WITH THE LOAN AGREEMENT REFERRED TO HEREIN.

FORM OF NOTE

NO. R-1

\$8,500,000

CITY OF COCONUT CREEK, FLORIDA
CAPITAL IMPROVEMENT REFUNDING REVENUE NOTE
SERIES 2021

<u>RATE OF INTEREST</u>	<u>FINAL MATURITY DATE</u>	<u>DATE OF ISSUE</u>
<u> </u> % (Subject to Adjustment)	October 1, 2028	March 18, 2021

REGISTERED OWNER: PNC BANK, NATIONAL ASSOCIATION

PRINCIPAL AMOUNT: EIGHT MILLION FIVE HUNDRED THOUSAND DOLLARS

KNOW ALL MEN BY THESE PRESENTS, that the City of Coconut Creek, Florida (the “City”), for value received, hereby promises to pay to the Registered Owner above or registered assigns, solely from the special funds mentioned below, the Principal Amount shown above, on the dates and in the amounts set forth on the Amortization Schedule attached hereto, and to pay solely from such special funds, interest on the Principal Amount hereunder from the date hereof to the date of payment thereof, at the annual Rate of Interest set forth above until payment of the Principal Amount above stated, such interest to be payable April 1 and October 1 of each year, commencing October 1, 2021 and on the Maturity Date or earlier prepayment of the Principal Amount. The Rate of Interest on this Note is subject to adjustment as set forth on Exhibit A hereto. Such interest will be calculated on a 360-day year consisting of twelve 30-day months. The principal of and interest on this Note are payable in lawful money of the United States of America.

This Note is issued under the authority of Chapter 166, Florida Statutes, and other applicable provisions of law, and pursuant and subject to the terms and conditions of an ordinance duly adopted by the City on March 11, 2021 (the “Ordinance”), and a Loan Agreement, dated March 18, 2021 (the “Agreement”), between the City and the initial purchaser of the Series 2021 Note, to which reference should be made to ascertain those terms and conditions.

Subject to the limitations and restrictions set forth in the Agreement, the City has covenanted in the Agreement to budget and appropriate, and deposit to the Sinking Fund established pursuant to the Agreement, in each Fiscal Year while this Note is outstanding, amounts sufficient, from legally available Non-Ad Valorem Revenues, to pay the principal of and interest on this Note during such Fiscal Year, as more particularly provided in the Ordinance and the Agreement. This Note is payable from and secured by a lien upon and pledge of the amounts so budgeted, appropriated and deposited and monies in the funds and accounts established pursuant to the Agreement (the “Pledged Funds”), all in the manner and as more particularly described in the Agreement. Reference is made to the Agreement for the provisions relating to the security for payment of this Note and the duties and obligations of the City hereunder. Capitalized terms used and not otherwise defined herein shall have the meanings described to such terms in the Agreement.

This Note shall not constitute a general obligation or indebtedness of the City within the meaning of any constitutional limitation, and the Noteholder shall never have the right to require or compel the levy of ad valorem taxes on any property of or in the City for the payment of the principal of and interest on this Note. This Note shall not constitute a lien upon the Series 2018 Project, or upon any property of or in the City, but shall be payable from and secured solely by the Pledged Funds in the manner provided in the Agreement.

This Note may be prepaid in whole or in part prior to maturity on any date on or after March 18, 2023 at the option of the City. In connection with any such prepayment, the City shall pay to the Lender a prepayment premium equal to one percent (1%) of the principal amount prepaid and shall pay the accrued interest on the principal amount prepaid to the date of prepayment. The City shall pay the Notice of such redemption shall be delivered in writing to the Lender at least ten days prior to the prepayment date. Any such principal prepayments shall be applied to the principal installments in inverse order of maturity. Notwithstanding anything in the Ordinance, the Agreement or in this Note to the contrary, the Registered Owner shall not be required to surrender or cancel the Note until all amounts due and owing under this Note and the Agreement have been paid in full.

The City has entered into certain covenants with the Registered Owner for the terms of which reference is made to the Agreement. In particular, the City has reserved the right to issue additional obligations payable from the Non-Ad Valorem Revenues or secured by covenant to budget and appropriate Non-Ad Valorem Revenues. The City has also reserved the right to defease its covenant to budget and appropriate Non-Ad Valorem Revenues and the lien of this Note upon the Pledged Funds upon making provision for payment of this Note as provided in the Agreement. The City has caused the obligation to be deemed a “qualified tax exempt obligation” within the meaning of Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended.

This Note is subject to transfer or assignment by the Lender as provided in the Agreement.

This Note is and has all the qualities and incidents of a negotiable instrument under the laws of the State of Florida.

It is hereby certified and recited that all acts, conditions and things required by the Constitution and laws of the State of Florida to happen, exist and be performed precedent to and

in the issuance of this Note, have happened, exist and have been performed in regular and due form and time as so required.

IN WITNESS WHEREOF, City of Coconut Creek, Florida, has caused this Note to be executed by the City Manager, and attested by the City Clerk, either manually or with their facsimile signatures, and its seal or a facsimile thereof to be affixed, impressed, imprinted, lithographed or reproduced hereon, and this Note to be dated as of March 18, 2021.

CITY OF COCONUT CREEK, FLORIDA

(SEAL)

By: _____
Karen M. Brooks, City Manager

ATTEST:

By: _____
Leslie Wallace May, City Clerk

REGISTRAR'S CERTIFICATE OF AUTHENTICATION

This note is the note of the issue described in the Ordinance.

City Clerk
As Registrar

By: _____
Authorized Signature

Date of Authentication:

[FORM OF ASSIGNMENT]

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto

(PLEASE INSERT NAME AND SOCIAL SECURITY OR OTHER IDENTIFYING NUMBER
OF ASSIGNEE)

the within Note of the City of Coconut Creek, Florida and does hereby constitute and appoint
_____ attorney to transfer the said Note on
the books of the within named Issuer, with full power of substitution in the premises.

Dated: _____

In the presence of:

Noteholder

Notice: Except for a bank or financial institution, signature(s) must be guaranteed by an institution which is a participant in the Transfer Agent Medallion Program ("STAMP") or similar program.

Note: The signature to this Assignment must correspond with the name as it appears upon the face of the within Note in every particular, without alteration or enlargement or any change whatever.

Exhibit A to Form of Note

Adjustment to Interest Rate

The interest rate on this Series 2021 Note shall be subject to adjustment as set forth below:

Upon the occurrence of a Determination of Taxability occurring as a consequence of an act, omission or event within the control of the City, the interest rate on this Series 2021 Note shall be adjusted to a rate equal to the interest rate otherwise borne hereby divided by .79 (the “Adjusted Interest Rate”) calculated on the basis of a 360-day year consisting of twelve 30-day months, as of and from the date such Determination of Taxability would be applicable with respect to this Series 2021 Note (the “Accrual Date”); and (i) the City shall on the next interest payment date (or if this Note shall have matured, within thirty days after demand by the Owner) hereon pay to the Owner an amount equal to the sum of (1) the difference between (A) the total interest that would have accrued on this Note at the Adjusted Interest Rate from the Accrual Date to such interest payment date (or payment date following such demand), and (B) the actual interest paid by the City on this Note from the Accrual Date to such interest payment date (or payment date following such demand), and (2) any interest and penalties required to be paid as a result of any additional State of Florida and federal income taxes imposed upon the Owner arising as a result of such Determination of Taxability; and (ii) from and after the Date of Determination of Taxability, this Series 2021 Note shall continue to bear interest at the Adjusted Interest Rate for the period such determination continues to be applicable with respect to this Series 2021 Note. The adjustment shall survive payment of this Series 2021 Note until such time as the federal statute of limitations under which the interest on this Series 2021 Note could be declared taxable under the Code shall have expired.

The City has caused this Series 2021 Note to be designated or deemed designated as a “qualified tax-exempt obligation” (QTEO) for purpose of Section 265 of the Code. If it should ever be determined by a final decree or judgment of any federal court or a final action of the Internal Revenue Service or of the United States Treasury Department that this Series 2021 Note is not a QTEO, then the City shall pay to the Owner, within sixty days after demand, such amounts as shall provide to the Owner the same rate of return hereon that the Owner would have realized had this Series 2021 Note been a QTEO. This adjustment shall survive payment of this Series 2021 Note until such time as the federal statute of limitations under which this Series 2021 Note could be declared not to be a QTEO shall have expired.

For purposes hereof:

- (1) “Code” means the Internal Revenue Code of 1986, as amended, including the applicable regulations of the Department of the Treasury (including applicable final regulations, temporary regulations and proposed regulations), the applicable rulings of the Internal Revenue Service (including published Revenue Rulings and private letter rulings) and applicable court decisions;
- (2) “Determination of Taxability” means a final decree or judgment of any federal court or a final action of the Internal Revenue Service or of the United States Treasury Department determining that any interest payable on this Series 2021 Note is includable in the gross income of the Registered Owner, or an opinion to such effect delivered to the City or the Registered Owner by nationally recognized bond

counsel. No such decree or action shall be considered final for the purposes of this paragraph unless the City has been given timely written notice thereof and, if it is so desired by the City and is legally permissible, the City has been afforded the opportunity to contest the same, at its own expense, either directly or in the name of the Registered Owner and until the conclusion of any appellate review, if sought.

However, in no event shall the interest on this Series 2021 Note exceed the maximum permitted by law.

