

RESOLUTION NO. 20R-03-70

A RESOLUTION OF THE CITY OF LAUDERHILL, FLORIDA INDICATING THE OFFICIAL INTENT OF THE CITY TO ENTER INTO A SUBJECT TO ANNUAL APPROPRIATION TAX-EXEMPT LEASE-PURCHASE FINANCING ARRANGEMENT TO PAY CERTAIN COSTS OF ACQUIRING AND EQUIPPING VEHICLES AND TO USE A PORTION OF THE PROCEEDS OF SUCH FINANCING TO REIMBURSE EXPENDITURES PAID OR INCURRED PRIOR TO THE DATE PROCEEDS OF THE LEASE-PURCHASE FINANCING ARE AVAILABLE; PROVIDING FOR AN EFFECTIVE DATE (REQUESTED BY INTERIM CITY MANAGER, DESORAE GILES-SMITH)

WHEREAS, the City of Lauderhill, Florida (the "City") intends to enter into a subject to annual appropriation tax-exempt lease-purchase financing arrangement (the "Lease") with a financial institution selected pursuant to a competitive proposal process for the purpose of financing certain costs of acquiring and equipping vehicles to be used by various departments within the City for municipal purposes, which vehicles are or will be included in its five-year capital improvement program as adopted and amended from time to time and its annual budgets as adopted and amended from time to time and not otherwise funded from enterprise fund monies available for that purpose (collectively, the "Project"); and

WHEREAS, a portion of the costs of the Project may be paid or incurred before the date of proceeds of the Lease are available in anticipation of the reimbursement of such expenditures from proceeds of the Lease; and

WHEREAS, section 1.150-2 of the Federal income tax regulations requires the City to officially declare its intent to use proceeds of the Lease to reimburse expenditures paid prior to the date of closing of the Lease and the availability of the proceeds thereof, as a prerequisite to such proceeds being treated as used for reimbursement purposes;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF LAUDERHILL, FLORIDA that:

SECTION 1. The foregoing WHEREAS clauses are hereby adopted to be true and are incorporated herein.

SECTION 2. The City intends to enter into the Lease to generate proceeds in an amount, at a minimum, that are necessary to finance the costs of the Project, including the reimbursement of Project costs paid before the proceeds of the Lease are available for that purpose as stated herein for vehicles to be used by various departments within the City.

SECTION 4. The maximum principal amount of the proceeds of the Lease is expected to be \$10 million.

SECTION 5. This Resolution shall take effect immediately upon its passage.

DATED this _____ day of _____, 2020.

PASSED AND ADOPTED on first reading this _____ day of _____, 2020.

PRESIDING OFFICER

ATTEST:

CITY CLERK

MOTION _____
SECOND _____

M. BATES _____
H. BERGER _____
R. CAMPBELL _____
D. GRANT _____
K. THURSTON _____

Approved as to Form

W. Earl Hall
City Attorney