

RESOLUTION NO. 2020-16

A RESOLUTION APPROVING FINANCING TERMS

WHEREAS: The City of Brevard ("City") has previously determined to undertake a project for purchasing capital equipment (the "Project") costing \$390,372 and the Finance Officer has now presented a proposal for the financing of such Project as listed below:

DEPARTMENT	EQUIPMENT
GENERAL FUND	
SANITATION DEPT	Garbage Truck and Tipper
UTILITY FUND	
WWTP	Compactor
WWTP	SCADA System

BE IT THEREFORE RESOLVED, as follows:

1. The City hereby determines to finance the Project through United Community Bank Inc., in accordance with the proposal dated June 2, 2020. The amount financed shall not exceed \$390,372 for a ten-year loan, the annual interest rate (in the absence of default or change in tax status) shall not exceed 2.24%, and the financing term shall not exceed ten (10) years from closing.

2. All financing contracts and all related documents for the closing of the financing (the "Financing Documents") shall be consistent with the foregoing terms. All officers and employees of the City are hereby authorized and directed to execute and deliver any Financing Documents, and to take all such further action as they may consider necessary or desirable, to carry out the financing of the Project as contemplated by the proposal and this resolution.

3. The Finance Officer is hereby authorized and directed to hold executed copies of the Financing Documents until the conditions for the delivery of the Financing Documents have been completed to such officer's satisfaction. The Finance Officer is authorized to approve changes to any Financing Documents previously signed by City officers or employees, provided that such changes shall not substantially alter the intent of such documents or certificates from the intent expressed in the forms executed by such officers. The Financing Documents shall be in such final forms as the Finance Officer shall approve, with the Finance Officer's release of any Financing Document for delivery constituting conclusive evidence of such officer's final approval of the Document's final form.

4. The City shall not take or omit to take any action, the taking or omission of which shall cause its interest payments on this financing to be includable in the gross income for federal income tax purposes of the registered owners of the interest payment obligations. The City hereby designates its obligations to make principal and interest payments under the Financing Documents as "qualified tax-exempt obligations" for the purpose of Internal Revenue Code Section 265(b)(3).

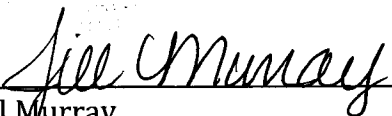
5. The City intends that the adoption of this resolution will be a declaration of the City's official intent to reimburse expenditures for the project that is to be financed from the proceeds of the United Community Bank Inc. financing described above. The City intends that funds that have been advanced, or that may be advanced, from the City's general fund, or any other City fund related to the project, for project costs may be reimbursed from the financing proceeds.

6. All prior actions of City officers in furtherance of the purposes of this resolution are hereby ratified, approved and confirmed. All other resolutions (or parts thereof) in conflict with this resolution are hereby repealed, to the extent of the conflict. This resolution shall take effect immediately.

Adopted and approved this 15th day of June 2020.



ATTEST:



Jill Murray
City Clerk



Jimmy Harris, Mayor

CITY OF BREVARD FY19-20 CAPITAL EQUIPMENT LIST BANK FINANCING - UCBI TEN YEAR LOAN			
Term: 10 Year Loan	Department	Equipment	Amount
	Sanitation	Garbage Truck & Tippers	\$ 187,810
	WWTP	SCADA System	\$ 63,387
	WWTP	Compactor	\$ 139,175
TOTAL			\$ 390,372

CITY OF BREVARD CAPITAL EQUIPMENT LOAN FY20 10 YEAR LOAN								
	PROPOSAL DATE	AMOUNT TO BE FINANCED	REPAYMENT PERIOD (MONTHS)	INTEREST RATE	Estimated Monthly Payment	TOTAL PAYMENTS	CLOSING COSTS	TOTAL
UNITED COMMUNITY BANK		\$ 390,372	120	2.24%	\$ 3,639.89	\$436,786.80	\$ -	\$436,786.80
BB & T		\$ 390,372	120	2.24%	\$ 3,639.89	\$436,786.80	\$ -	\$436,786.80
*Prepayable in whole at any time for the first half of the term with a one percent penalty. After the first half of the term the transaction will be prepayable in whole at any time without penalty.								
PNC BANK	DID NOT BID							
FIRST CITIZENS BANK	DID NOT BID							
FIRST BANK	DID NOT BID							
ENTEGRA BANK	DID NOT RESPOND							
SUN TRUST	DID NOT RESPOND							
CITY NATIONAL BANK	DID NOT RESPOND							
REGIONS BANK	DID NOT RESPOND							
WELLS FARGO BANK	DID NOT RESPOND							