

RESOLUTION NO. 03012021-1

**A RESOLUTION APPROVING ACQUISITION OF POLICE VEHICLES THROUGH
LEASE FINANCING**

WHEREAS, the City of New Castle wishes to acquire ten (10) new vehicles for use by its Police Department and to acquire equipment and striping for the vehicles; and,

WHEREAS, the City wishes to use utilize a lease-finance purchase arrangement under which the City will be required to make lease payments and at the end of lease term will acquire ownership of the vehicles; and,

WHEREAS, the City has solicited quotes from multiple financial institutions in an effort to determine the most advantageous interest rate in connection with a lease-finance purchase transaction; and,

WHEREAS, Citizens State Bank of New Castle has offered the lowest annual interest rate for the lease-finance purchase of the vehicles; and,

WHEREAS, the City wishes to enter into a lease- finance purchase transaction with Citizens State Bank (or an affiliate institution) to acquire the vehicles.

NOW THEREFORE BE IT RESOLVED by the Common Council of the City of New Castle, Indiana, as follows:

1. The City may enter into a six (6) year lease finance purchase transaction with Citizens State Bank, acting directly or indirectly through another financial institution, for the acquisition of the vehicles and related equipment and improvements to the vehicles.

2. The total amount that may be financed for the acquisition of the vehicles and related equipment shall not exceed three hundred forty-seven thousand six hundred fifty-nine dollars and sixty-two cents (\$347,659.62), over a lease term of no more than six (6) years with an interest rate of 1.80% per annum.

3. The Common Council will budget sufficient amounts in future years to make the payments required under the lease.

EFFECTIVE DATE: This Resolution shall become effective upon adoption.

REPEALER: All resolutions or parts of resolutions in conflict herewith are hereby repealed.

SEVERABILITY: Any provision herein contained which is found by a court of competent jurisdiction to be unlawful or which by operation of law shall be inapplicable, shall be deemed omitted but the rest and remainder of this resolution, to the extent feasible, shall remain in full force and effect.

ADOPTED BY THE COMMON COUNCIL OF THE CITY OF NEW CASTLE THIS
____ DAY OF _____, 2021.

Greg York, Presiding Officer,
Common Council, City
of New Castle, Indiana

ATTEST:

Brenda Grider, Clerk-Treasurer

AYE

NAY

APPROVED BY ME THIS ____ DAY OF _____, 2021.

Greg York, Mayor of the City
of New Castle, Indiana