

RESOLUTION # _____

A RESOLUTION REGARDING A FINANCING AGREEMENT FOR THE PURPOSE OF PROCURING A PUBLIC WORKS VEHICLES AND RELATED EQUIPMENT.

WHEREAS, City of Johnson City desires to enter into a certain Financing Agreement, by and between Government Capital Corporation and the City of Johnson City, for the purpose of financing a Public Works Vehicles and Related equipment." The City of Johnson City desires to designate this Agreement as a "qualified tax-exempt obligation" of the City of Johnson City for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended. The City of Johnson City desires to designate the Mayor, as an authorized signer of the Agreement.

NOW THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF JOHNSON CITY:

Section 1. That the City of Johnson City enters into a Financing Agreement with Government Capital Corporation for the purpose of procuring a Public Works Vehicles and Related Equipment.

Section 2. That the Financing Agreement, by and between the City of Johnson City and Government Capital Corporation is designated by the City of Johnson City as a "qualified tax-exempt obligation" for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

Section 3. That the City of Johnson City designates the Mayor, as an authorized signer of the Financing Agreement, by and between the City of Johnson City and Government Capital Corporation.

Section 4. That should the need arise, if applicable, the City will use loan proceeds for reimbursement of expenditures related to the Property, within the meaning of Treasury Regulation § 1.150-2, as promulgated under the Internal Revenue Code of 1986, as amended

This Resolution has been PASSED and APPROVED by the Council of the City of Johnson City in a meeting held on _____ day of _____, 2023.

City of Johnson City	Witness Signature
X	X
_____ Mayor Signature	_____ City Secretary Signature
<u>Printed Name:</u> <u>Title:</u> Mayor	<u>Printed Name:</u> <u>Title:</u> City Secretary



GOVERNMENT CAPITAL
CORPORATION

August 15, 2023

Mr. Rick Schroder
City of Johnson City
(830) 868-7111
rschroder@johnsoncitytx.org

Dear Mr. Schroder,

Thank you for the opportunity to present the proposed financing of a vehicle for the City of Johnson City. I am submitting for your review the following proposed structure:

ISSUER:	City of Johnson City, TX		
FINANCING STRUCTURE:	Public Property Finance Contract issued under Local Government Code Section 271.005		
EQUIPMENT COST:	\$ 64,144.00		
ANNUAL TERM:	3 Payments	5 Payments	7 Payments
INTEREST RATE:	6.100%	6.100%	6.249%
PAYMENT AMOUNT:	\$ 24,107.53	\$ 15,330.85	\$ 11,592.33
PAYMENT FACTOR	0.374803	0.238043	0.179773
PAYMENTS BEGINNING:	One year from signing, annually thereafter.		

Financing for these projects would be simple, fast and easy due to the fact that:

- ✓ We have an existing relationship with you and have your financial statements on file, expediting the process. Please keep in mind we may also need current year statements.
- ✓ We can provide familiar documentation for your legal counsel.

The above proposal is subject to audit analysis, assumes bank qualification, and mutually acceptable documentation. The terms outlined herein are based on current markets. Upon credit approval, rates may be locked for up to thirty (30) days. If funding does not occur within this time period, rates will be indexed to markets at such time.

Our finance programs are flexible and as always, my job is to make sure you have the best possible experience every time you interact with our brand. We're always open to feedback on how to make your experience better. If you have any questions regarding other payment terms, frequencies or conditions, please do not hesitate to call.

With Best Regards,

Cody Thomas
Cody Thomas
Client Services
Main: 817-421-5400

GOVERNMENT CAPITAL CORPORATION

TRANSACTION INFORMATION SHEET – General Equipment

Legal Name of Entity/Obligor: CITY OF JOHNSON CITY, TX		Federal Tax ID# 74 - 6003146	
Physical Address: 303 E PECAN DR			
City: JOHNSON CITY		County: BLANCO	State: TX Zip: 78636
Contact Person: RICK SCHRODER		Title: CHIEF ADMINISTRATIVE OFFICER	
Phone (10 Digit): (830) 868-7111		Fax (10 Digit): (830) 868-7718	
Email Address: RSCHRODER@JOHNSONCITYTX.ORG		Self-Insured? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
Name of Authorized Signer: STEPHANIE FISHER		Title: MAYOR	
Name of Board President: STEPHANIE FISHER		Date of Board Meeting Action (past or future): 09/05/23	
Board Secretary/Clerk: N/A		Attorney Phone: (512) 964-1220	
Attorney Contact: ELIZABETH ELLESON		Law Firm Name: ELLESON LEGAL CONSULTING, PLLC	
Attorney Email: CITYATTORNEY@JOHNSONCITYTX.ORG			
Send Invoices/Attention To: RICK SCHRODER			
Invoice Address: PO BOX 369		City: JOHNSON CITY	State: TX Zip: 78636

Total Cost of Equipment: \$ 64,144.00	Term (years) Requested: 7
Down Payment: \$ 0.00	Source of Down Pymt (fund name): N/A
Trade In: \$ 0.00	Payment Amount: \$ 0.00
Other: \$ 0.00	Delivery Date:
Amount to Finance: \$ 64,144.00	Payment: <input type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Semi-Annual <input checked="" type="checkbox"/> Annual
Has entity made any payment for any portion of equipment being financed? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes If yes, explain:	

From which fund will the remaining contract payments be made? <input type="checkbox"/> General <input checked="" type="checkbox"/> Specify (state specific): VERP
Has the entity ever defaulted or non-appropriated on a lease, bond, or legal obligation? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Do you anticipate issuing more than \$10,000,000 in tax-exempt debt in this calendar year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Has Obligor issued any new debt in the current fiscal year? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If so, please list creditor name and outstanding balances: LONE STAR CAPITAL BANK - CERTIFICATE OF OBLIGATION PRIVATE PLACEMENT - \$1.5 MILLION - STREET IMPROVEMENTS

Equipment Description: (Year, Make, Model, Etc. - Attach Vendor Proposal/Quote or Contract)
QTY. 1 2024 SILVERADO 3500HD REG CAB / UPFITTING
Essential Use: If the equipment is Replacement, please provide the following: Age of the older equipment (years): 17 Year Purchased: 2006
If not Replacement, please provide why the equipment needed:
Physical location of equipment after delivery: 303 E PECAN DR, JOHNSON CITY, TX 78636

Special Notes/Comments:

- **Additional financial information may be requested if deemed necessary during transaction review.**
- **By signing this application Obligor representative agrees to the following statement: "Everything stated in this application is correct to the best of my knowledge. Obligee is authorized to verify any information on this application with an appropriate third party as necessary to complete the credit review process."**

Completed By (Signature): 	Printed Title: CHIEF ADMINISTRATIVE OFFICER
Printed Name: RICK SCHRODER	Date: August 30, 2023