

RESOLUTION # 2022-11-08-002

A RESOLUTION REGARDING A FINANCE CONTRACT FOR THE PURPOSE OF FINANCING "VEHICLES AND EQUIPMENT".

WHEREAS, contingent upon the approval of the Attorney of City of Kempner (the "Issuer"), the Issuer desires to enter a Finance Contract by and between the Issuer and Government Capital Corporation ("GCC") for the purpose of financing "Vehicles and Equipment"; and,

WHEREAS, the Issuer desires to designate this Finance Contract as a "qualified tax exempt obligation" of the Issuer for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

NOW THEREFORE, BE IT RESOLVED BY CITY OF KEMPNER:

Section 1. That the Issuer will enter a Finance Contract with GCC for the purpose of financing "Vehicles and Equipment" for an amount not to exceed \$65,000.00 to be financed for a period of 5 years.

Section 2. That the Finance Contract by and between the City of Kempner and GCC is designated by the Issuer 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 Issuer will designate the Mayor, or his designee, as an authorized signer of the Finance Contract by and between the City of Kempner and GCC.


Section 4. That the City will use loan proceeds for reimbursement of expenditures related to the Property.

Section 5. That the City authorizes a down payment equal to the first payment of the vehicle as to reduce the interest rate of the loan.

PASSED AND APPROVED by the City Council of the City of Kempner in an open meeting held on the 8th day of November 2022.

ISSUER: City of Kempner

Attest:



John Wilkerson, Mayor



Hayleigh Talasek, City Secretary