

THE STATE OF TEXAS  
CITY OF RIO HONDO  
COUNTY OF CAMERON

Juan Garza, Commissioner Place 1  
Tony David, Commissioner Place 3  
Joseph Lopez, Commissioner Place 5

Gerry Hartzog, Mayor Pro Tem  
Alonzo Garza, Commissioner Place 4

Gustavo Olivares  
Mayor

**Notice of a Regular Meeting of the  
City Commission of the City of Rio Hondo**

Pursuant to Chapter 551, Title 5 of the Texas Government Code, the Texas Open Meetings Act, notice is hereby given that the governing body of the City of Rio Hondo, Texas will convene for a Regular Meeting at 6:30 p.m. on Tuesday, November 28, 2017 at the Commission Chambers on the Second Floor of the Rio Hondo Municipal Building located at 121 N. Arroyo Blvd., Rio Hondo, Texas 78583.

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**PLEDGE OF ALLEGIANCE**

**UNITED STATES PLEDGE**

**INVOCATION:**

**Regular Agenda:**

1. Mayor's & Commissioners' Reports
2. Administrator's Report
3. Finance Report
4. Public Works Report
5. TEXDOT Report
6. **Public Comment Period:** *Please Note- The Public Comment Period is designated for hearing concerns regarding City of Rio Hondo Public Policy or City of Rio Hondo business that is **not** on the Agenda.*
7. Discussion and Acknowledgement of Christmas Parade, tamale cook off/menudo cook off on December 16, 2017.
8. Consideration and action authorizing the City Administrator to solicit financing for the purchase of a vacuum truck from Bancorp South.

***Note: The Meeting is accessible to Americans with Disabilities. Persons with disabilities who plan to attend this meeting and who may need assistance, please call the City Secretary at (956) 748-2102, with at least twenty-four hours prior to the meeting.***

*Ben Medina* for \_\_\_\_\_

Gustavo Olivares

Mayor of the City of Rio Hondo

I, City Secretary for the City of Rio Hondo, do hereby certify that this Notice of Meeting is a true and correct record and was posted in the bulletin board outside City Hall, and the bulletin board in the City Hall lobby, at 121 N. Arroyo Blvd, Rio Hondo, Texas 78583 and remained so posted continuously for at least 72 hours preceding the scheduled time of said Meeting.

POSTED

DATE:

11 / 24  
2017

TIME:

5:30 PM



11/16/2017

Sent via: [dmills@texasundergroundinc.com](mailto:dmills@texasundergroundinc.com)

City of Rio Hondo  
121 N. Arroyo  
Rio Hondo, TX 78583

It is a pleasure to submit for your consideration the following proposal to provide lease-purchase financing based on the terms and conditions set forth below:


1. Lessor: BancorpSouth Equipment Finance, a division of BancorpSouth Bank
2. Lessee: City of Rio Hondo
3. Equipment Description: Pipehunter Combo Truck
4. Equipment Cost: \$251,938.88
5. Lease Term: 50 or 74 months
6. Lease Payments: (These are approximate payment amounts. The actual payment will be determined at funding date.)  
  
5 annual payments of \$53,482.36  
7 annual payments of \$39,442.46  
Arrears (see AM report)
7. Lease Rate: 60 - 2.79%, 84 - 2.95%
8. Funding Date: This proposal is contingent upon the equipment being delivered and the lease funded prior to 1/31/2018. If the equipment is not delivered and the lease funded prior to 1/31/2018 this proposal is null and void. Any extension of the funding or delivery date must be in writing.
9. Purchase Option: Title is passed to Lessee at lease expiration for no further consideration.

- 10. Non-appropriation/Termination: The lease provides that Lessee is to make reasonable efforts to obtain funds to satisfy the obligation in each fiscal year. However, the lease may be terminated without penalty in the event of non-appropriation. In such event, the Lessee agrees to provide an attorney's opinion confirming the events of non-appropriation and Lessee's exercise of diligence to obtain funds.
- 11. Bank Qualification: This lease-purchase financing shall be designated as a bank qualified tax-exempt transaction as per the 1986 Federal Tax Bill. **This means that the Lessee's governing body will pass a resolution stating that it does not anticipate issuing more than \$10 million in General Obligation debt or other debt falling under the Tax Bill's definition of qualifying debt during the calendar year that the lease is funded.**
- 12. Tax Status: This proposal is subject to the Lessee being qualified as a governmental entity or "political subdivision" within the meaning of Section 103(a) of the Internal Revenue Code of 1954 as amended, within the meaning of said Section. Lessee agrees to cooperate with Lessor in providing evidence as deemed necessary or desirable by Lessor to substantiate such tax status.
- 13. Net Lease: This will be a net lease transaction whereby maintenance, insurance, taxes (if applicable), compliance with laws and similar expenses shall be borne by Lessee.
- 14. Financial Statements: Complete and current financial statements must be submitted to Lessor for review and approval of Lessee creditworthiness
- 15. Lease Documentation: This equipment lease-purchase package is subject to the mutual acceptance of lease-purchase documentation within a reasonable time period, otherwise payments will be subject to market change.

If the foregoing is acceptable, please so indicate by signing this letter in the space provided below and returning it to BancorpSouth Equipment Finance. **The proposal is subject to approval by BancorpSouth Equipment Finance's Credit Committee and to mutually acceptable terms, conditions and documentation.**

Acceptance of this proposal expires as the close of business on 12/31/2017 Extensions must be approved by the undersigned.

Any concerns or questions should be directed to Bob Lee at 1-800-222-1610.

  
 Bob Lee  
 Municipal Finance Manager

**ACKNOWLEDGMENT AND ACCEPTANCE**

By: \_\_\_\_\_  
 Title

Date: \_\_\_\_\_

### Info Analysis Payment Amortization Report

Interest Rate: 2.9500% (Monthly)

*7 Annual Payments*

Per	Date	Payment	Principal	Interest	Principal Balance	Accrued Interest	Accrued Int Bal	Net Balance
0	12/15/17	0.00	0.00	0.00	251,938.88	0.00	0.00	251,938.88
	2017	0.00	0.00	0.00		0.00		
1	1/15/18	0.00	0.00	0.00	251,938.88	619.35	619.35	252,558.23
2	2/15/18	39,442.46	38,202.23	1,240.22	213,736.65	620.87	0.00	213,736.65
3	3/15/18	0.00	0.00	0.00	213,736.65	525.44	525.44	214,262.08
4	4/15/18	0.00	0.00	0.00	213,736.65	526.73	1,052.16	214,788.81
5	5/15/18	0.00	0.00	0.00	213,736.65	528.02	1,580.19	215,316.83
6	6/15/18	0.00	0.00	0.00	213,736.65	529.32	2,109.51	215,846.15
7	7/15/18	0.00	0.00	0.00	213,736.65	530.62	2,640.13	216,376.77
8	8/15/18	0.00	0.00	0.00	213,736.65	531.93	3,172.05	216,908.70
9	9/15/18	0.00	0.00	0.00	213,736.65	533.23	3,705.29	217,441.93
10	10/15/18	0.00	0.00	0.00	213,736.65	534.54	4,239.83	217,976.48
11	11/15/18	0.00	0.00	0.00	213,736.65	535.86	4,775.69	218,512.34
12	12/15/18	0.00	0.00	0.00	213,736.65	537.18	5,312.87	219,049.51
	2018	39,442.46	38,202.23	1,240.22		6,553.09		
13	1/15/19	0.00	0.00	0.00	213,736.65	538.50	5,851.36	219,588.01
14	2/15/19	39,442.46	33,051.27	6,391.19	180,685.38	539.82	0.00	180,685.38
15	3/15/19	0.00	0.00	0.00	180,685.38	444.18	444.18	181,129.56
16	4/15/19	0.00	0.00	0.00	180,685.38	445.28	889.46	181,574.84
17	5/15/19	0.00	0.00	0.00	180,685.38	446.37	1,335.83	182,021.21
18	6/15/19	0.00	0.00	0.00	180,685.38	447.47	1,783.30	182,468.68
19	7/15/19	0.00	0.00	0.00	180,685.38	448.57	2,231.87	182,917.25
20	8/15/19	0.00	0.00	0.00	180,685.38	449.67	2,681.54	183,366.92
21	9/15/19	0.00	0.00	0.00	180,685.38	450.78	3,132.32	183,817.70
22	10/15/19	0.00	0.00	0.00	180,685.38	451.89	3,584.20	184,269.58
23	11/15/19	0.00	0.00	0.00	180,685.38	453.00	4,037.20	184,722.58
24	12/15/19	0.00	0.00	0.00	180,685.38	454.11	4,491.31	185,176.69
	2019	39,442.46	33,051.27	6,391.19		5,569.63		
25	1/15/20	0.00	0.00	0.00	180,685.38	455.23	4,946.54	185,631.91
26	2/15/20	39,442.46	34,039.57	5,402.88	146,645.80	456.35	0.00	146,645.80
27	3/15/20	0.00	0.00	0.00	146,645.80	360.50	360.50	147,006.31
28	4/15/20	0.00	0.00	0.00	146,645.80	361.39	721.89	147,367.70
29	5/15/20	0.00	0.00	0.00	146,645.80	362.28	1,084.17	147,729.98
30	6/15/20	0.00	0.00	0.00	146,645.80	363.17	1,447.34	148,093.14
31	7/15/20	0.00	0.00	0.00	146,645.80	364.06	1,811.41	148,457.21
32	8/15/20	0.00	0.00	0.00	146,645.80	364.96	2,176.36	148,822.16
33	9/15/20	0.00	0.00	0.00	146,645.80	365.85	2,542.22	149,188.02