

RESOLUTION NO. 25-10

A RESOLUTION OF THE CITY OF CHIPLEY, FLORIDA, RELATING TO THE WATER DEPARTMENT CAPITAL PURCHASE; NOTING A FINANCING SOURCE; DESIGNATING AN AUTHORIZED REPRESENTATIVE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Chipley, Florida, is purchasing one (1) New Caterpillar 420 XE Backhoe Loader; and

WHEREAS, the City is approved for a loan of \$150,476.00 from One Florida Bank for the purchase of the equipment; and

WHEREAS, Capital City Bank has approved an interest rate of 5.40% with seven (7) annual payments and no closing costs, with the first payment being due on February 1, 2025; and

WHEREAS, the City hereby designates this note as a “Qualified Tax Exempt Obligation” within the meaning of Section 265(B)(3) of the Internal Revenue Code;

WHEREAS, the City has authorized and approved said loan to be secured by a pledge of and lien upon the non-advalorem taxes sufficient to pay the principal of, premium, if any, and interest on said loan as set forth in the terms of the promissory note;

WHEREAS, the City covenants to budget and appropriate payment for the loan annually until maturity;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHIPLEY AS FOLLOWS:

1. That the loan funds in the amount of One Hundred Fifty Thousand Four Hundred Seventy-Six Dollars and 00/100 Cents (\$150,476.00) be used to purchase one (1) New Caterpillar 420 XE Backhoe Loader.
2. That the Mayor be designated as the authorized representative to carry out the responsibilities under the loan agreement.

PASSED AND ADOPTED by the City Council of the City of Chipley, Florida on this 12th day of November, 2024.

City of Chipley

ATTEST:

Tracy L. Andrews, Mayor

Sherry Snell,
City Clerk