



CITY OF GRAND PRAIRIE RESOLUTION

MEETING DATE: 10/11/22

REQUESTER: Brady Olsen

PRESENTER: Brady Olsen, Assistant Finance Director

TITLE: A resolution declaring expectation to reimburse expenditures for fire equipment purchases with proceeds of future debt

RECOMMENDED ACTION: Approve

ANALYSIS:

The fire department would like to move forward with the purchase of a fire engine for \$899,428, three ambulances for \$825,308.15, and a wildland truck for \$445,362. These purchases are in the approved CIP, but we have not yet issued the debt to fund the purchase. Due to elongated lead times, staff recommends moving forward with the purchases now to be reimbursed with a December debt issuance.

FINANCIAL CONSIDERATION:

The land would be funded out of the Fire CIP fund. A future debt issuance would be paid for by the I&S rate.

A RESOLUTION OF THE CITY OF GRAND PRAIRIE, TEXAS DECLARING EXPECTATION TO REIMBURSE EXPENDITURES FOR FIRE VEHICLES AND EQUIPMENT WITH PROCEEDS OF FUTURE DEBT

BODY

WHEREAS, the City of Grand Prairie, Texas (the " Issuer") intends to issue debt for (i) a fire engine (ii) three ambulances and (iii) a wildland truck (collectively, the " Project") and further intends to make certain capital expenditures with respect to the Project and currently desires and expects to reimburse the capital expenditures with proceeds of such debt; and

WHEREAS, under Treas. Reg. § 1. 150- 2 (the " Regulation"), to fund such reimbursement with proceeds of tax- exempt obligations, the Issuer must declare its expectation to make such reimbursement; and

WHEREAS, the Issuer desires to preserve its ability to reimburse the capital expenditures with proceeds of tax- exempt obligations.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GRAND PRAIRIE, TEXAS THAT:

SECTION 1: The Issuer reasonably expects to reimburse capital expenditures with respect to the Project with proceeds of debt hereafter to be incurred by the Issuer, and that this resolution shall constitute a declaration of official intent under the Regulation. The maximum principal amount of obligations expected to be issued for the Project is \$ 2,170,099.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF GRAND PRAIRIE, TEXAS, ON THIS THE 11th DAY OF OCTOBER 2022.