

RESOLUTION 45-06-26

A RESOLUTION OF THE TOWN COMMISSION OF THE TOWN OF LAKE PARK, FLORIDA, APPROVING A GOVERNMENT OBLIGATION CONTRACT WITH TD BANK TO FINANCE THE ACQUISITION OF A REPLACEMENT 2026 MACK TE FRONT-END LOADER FOR SANITATION UNIT 56; AUTHORIZING THE MAYOR TO EXECUTE ALL DOCUMENTS NECESSARY TO COMPLETE THE TRANSACTION; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the Town of Lake Park, Florida, desires to maintain reliable residential and commercial solid waste collection services for the benefit of its residents and businesses; and

WHEREAS, the Town Commission, during the Fiscal Year 2025 through 2026 Budget process, adopted a Capital Improvement Plan identifying the need for continued investment in essential Public Works vehicles and equipment, including the sanitation fleet replacement program; and

WHEREAS, Sanitation Unit 56, a front-end loader utilized for commercial solid waste collection operations, is currently scheduled for replacement in Fiscal Year 2028 under the Town's adopted Capital Improvement Plan; and

WHEREAS, based on Unit 56's repair history, recurring downtime, current out-of-service condition, and the immediate availability of a suitable replacement unit, staff determined that it is in the Town's best interest to advance the replacement of Unit 56 at this time; and

WHEREAS, Unit 56 has incurred substantial tracked operating and repair-related costs, including in-house repairs, dealer repairs, fuel, and recent repair activity, and has experienced recurring downtime that has reduced service reliability and increased the Town's exposure to operational disruption; and

WHEREAS, staff evaluated financing options for the acquisition of these essential sanitation vehicles and determined that a municipal lease-purchase structure offered the most fiscally responsible approach; and

WHEREAS, TD Bank provided the financing proposal determined to be the most favorable option available to the Town; and

WHEREAS, the proposed Government Obligation Contract is structured as a tax-exempt governmental obligation subject to annual appropriation, does not constitute a general obligation debt of the Town, and does not pledge ad valorem tax revenues; and

WHEREAS, payments under the proposed financing are intended to be supported by the Sanitation Non-Ad Valorem Assessment, with the General Fund identified as a backup funding source, consistent with Florida municipal finance practices; and

WHEREAS, the Town Commission finds that approving the Government Obligation Contract with TD Bank for the acquisition of these sanitation vehicles is in the best interest of the Town.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COMMISSION OF THE TOWN OF LAKE PARK, FLORIDA, AS FOLLOWS:

Section 1. Recitals.

The foregoing recitals are true and correct and are hereby ratified and incorporated herein as if fully set forth.

Section 2. Approval of Government Obligation Contract.

The Town Commission hereby approves the Government Obligation Contract with TD Bank for the financing of the acquisition of one replacement 2026 Mack TE Front-End Loader for Sanitation Unit 56 from Nextran Truck Center in the amount of \$403,723, subject to final approval of financing terms, confirmation of funding availability, and compliance with the Town's purchasing requirements.

Section 3. Authorization to Execute Documents.

The Mayor is hereby authorized to execute the Government Obligation Contract and all other documents necessary to complete the transactions contemplated by this Resolution, in a form acceptable to the Town Attorney, Town Manager, and Finance Director.

Section 4. Effective Date.

This Resolution shall become effective immediately upon adoption.