

FACT SHEET

Title

A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE AN AGREEMENT WITH JPMORGAN CHASE BANK, NA FOR THE FINANCING OF VEHICLES AND EQUIPMENT AND OTHERWISE PROVIDING WITH RESPECT THERETO..

Originating
Department
Finance

Sponsor

Finance

Date

October 14, 2013

Purpose

To authorize the Mayor to execute an agreement with JPMorgan Chase Bank, NA for the financing of vehicles and equipment.

Background Information

The principal amount financed will not exceed \$2,000,000. The amount will be financed for a term of five years.

Timetable

Introduction October 22, 2013

Final adoption November 12, 2013

Finances

Alternatives

1. Adopt the ordinance.
2. Amend the ordinance.
3. Reject the ordinance.

Conclusion The Finance Department recommends adoption of the ordinance.

FACT SHEET PREPARED BY: Julie W. Glass Assistant City Attorney

RESOLUTION NO. ___ OF 2013

A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE
AN AGREEMENT WITH JPMORGAN CHASE BANK, NA
FOR THE FINANCING OF VEHICLES AND EQUIPMENT
AND OTHERWISE PROVIDING WITH RESPECT THERETO.

WHEREAS, the City of Shreveport, sometimes referred to herein as "Lessee" is a political subdivision of the State of Louisiana (the "State") and is duly organized and existing pursuant to the constitution and laws of the State.

WHEREAS, pursuant to applicable law, the governing body of the Lessee ("Governing Body") is authorized to acquire and dispose of real and personal property, including, without limitation, rights and interests in property, leases and easements necessary to the functions or operations of the Lessee.

WHEREAS, the Governing Body hereby finds and determines that the execution of one or more new lease-purchase agreements or Schedules to an existing Master Lease-Purchase Agreement ("Equipment Leases") in the principal amount not exceeding \$2,000,000 for the purpose of acquiring the property generally described below ("Property") and to be described more specifically in the Equipment Leases is appropriate and necessary to the functions and operations of the Lessee:

Brief Description of Property:

Vehicles and equipment for the Water and Sewerage Department such as trucks, backhoes, track hoes, and air compressors.

WHEREAS, JPMorgan Chase Bank, N.A., ("Lessor") is expected to act as the Lessor under the Equipment Leases.

WHEREAS, the Lessee adopted Resolution No. 139 of 2013 declaring the official intent of the City of Shreveport to reimburse certain capital expenditures from proceeds of lease-purchase agreements and such expenditures have not exceeded or are not expected to exceed the Principal Amount.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Shreveport in due, legal and regular session convened that:

Section 1. Cedric B. Glover, Mayor is hereby authorized to execute and deliver one or more Equipment Leases in a form approved by the City Attorney. The Mayor is further authorized to execute and deliver such other documents relating to the Equipment Lease (including, but not

limited to, escrow agreements) as he deems necessary and appropriate. All other related contracts and agreements necessary and incidental to the Equipment Leases are hereby authorized.

Section 2. By a written instrument signed by the Mayor, the Mayor may designate specifically identified officers or employees of the City to execute and deliver agreements and documents relating to the Equipment Leases on behalf of the City.

Section 3. The aggregate original principal amount of the Equipment Leases shall not exceed the Principal Amount and shall bear interest as set forth in the Equipment Leases and the Equipment Leases shall contain such options to purchase by the Lessee as set forth therein.

Section 4. The Lessee's obligations under the Equipment Leases shall be subject to annual appropriation or renewal by the Governing Body as set forth in each Equipment Lease and the Lessee's obligations under the Equipment Leases shall not constitute a general obligation of the Lessee or indebtedness under the Constitution or laws of the State.

BE IT FURTHER RESOLVED that if any provision of this resolution or the application thereof is held invalid, such invalidity shall not affect other provisions, items or applications of this resolution which can be given effect without the invalid provisions, items or applications and to this end the provisions of this resolution are hereby declared severable.

BE IT FURTHER RESOLVED that all resolutions or parts thereof in conflict herewith are hereby repealed.

Approved as to legal form:

City Attorney's Office