

## RESOLUTION 2017-06

### A RESOLUTION AUTHORIZING THE CITY OF LEXINGTON TO OBTAIN FINANCING FOR LAND ACQUISITION.

**WHEREAS** the City of Lexington, Nebraska has entered into an agreement for the purchase of the following described real estate:

Block 1, Beans 2<sup>nd</sup> Subdivision, being a part of the Southwest Quarter of Section 8, Township 9 North, Range 21 West of the Sixth Principal Meridian, Dawson County, Nebraska.

**WHEREAS** the financing of the purchase of said property through traditional bond financing would be impractical;

**WHEREAS** the financing of the purchase of said property through direct borrowing would generate taxpayer savings over traditional bond financing;

**WHEREAS** the City Council of the City of Lexington, Nebraska has published notice that an ordinance or resolution authorizing direct borrowing from a financial institution will appear on the agenda of the City Council meeting for February 14, 2017;

**WHEREAS** the total amount of indebtedness from direct borrowing shall not exceed \$400,000.00, said amount being less than ten percent of the municipal budget of the City of Lexington, Nebraska;

**WHEREAS** the City of Lexington, Nebraska has considered, to the extent possible, proposals from multiple financial institutions;

**WHEREAS** as a result of the foregoing the City of Lexington, Nebraska may borrow directly for the purchase of Block 1, Beans 2<sup>nd</sup> Subdivision, being a part of the Southwest Quarter of Section 8, Township 9 North, Range 21 West of the Sixth Principal Meridian, Dawson County, Nebraska, pursuant to *Neb Rev. Stat. § 18-201*.

### **BE IT THEREFORE RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF LEXINGTON, NEBRASKA as follows:**

1. That the City of Lexington, Nebraska is hereby authorized to contract for financing with Homestead Bank of Lexington. The loan amount shall not exceed \$400,000.00 for a term of 10 years at an interest rate of 2.741%.
2. That Joe Pepplichtsch, City Manager, is hereby directed and authorized, on behalf of the City of Lexington, Nebraska to execute all necessary documents.

Passed and approved this 14th day of February 2017.

City of Lexington, NEBRASKA

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John Fagot, Mayor

ATTEST:

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Pamela Baruth, City Clerk