

RESOLUTION 2016-15

A RESOLUTION AUTHORIZING THE CITY OF LEXINGTON TO OBTAIN FINANCING FOR 50 ACRES OF LAND FOR SOUTHWEST DEVELOPMENT.

WHEREAS the City of Lexington, Nebraska has entered into an agreement for the purchase of 50 ACRES OF LAND FOR SOUTHWEST LEXINGTON DEVELOPMENT;

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 on June 14, 2016;

WHEREAS the total amount of indebtedness from direct borrowing shall not exceed \$500,000.00, 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 50 ACRES OF LAND FOR DEVELOPMENT IN SOUTHWEST LEXINGTON 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 Pinnacle Bank of Lexington Nebraska. The loan amount shall not exceed \$500,000.00 for a term of 5 years at an interest rate of 2.24%.
2. That Joe Peplitsch, 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 June 2016.

City of Lexington, NEBRASKA

John Fagot, Mayor

ATTEST:

Pamela Baruth, City Clerk