

RESOLUTION 2019-09

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:

A tract of land in the Northwest Quarter (NW1/4) and the West Half of the Northeast Quarter (W1/2NE1/4) of Section Thirty-Two (32), Township Ten (10) North, Range Twenty-One (21) West of the 6th P.M., Dawson County, Nebraska, as more particularly described in Instrument 2000-3650 of the records of Dawson County, Nebraska, consisting of approximately 103.98 acres.

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 May 14, 2019;

WHEREAS the total amount of indebtedness from direct borrowing shall not exceed \$530,000.00, 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 A Tract of Land in the Northwest Quarter (NW1/4) and the West Half of the Northeast Quarter (W1/2NE1/4) of Section Thirty-Two (32), Township Ten (10) North, Range Twenty-One (21) West of the 6th P.M., Dawson County, Nebraska, as more particularly described in Instrument 2000-3650 of the records of Dawson County, Nebraska, consisting of approximately 103.98 acres, 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 Home Federal Bank of Lexington for the purchase of the above described tract of real estate. The loan amount shall not exceed \$530,000.00 for a term of 10 years at an interest rate of 2.89%.
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 May 2019.

City of Lexington, NEBRASKA

ATTEST:

John Fagot, Mayor

Pamela Baruth, City Clerk