



Legislation Details (With Text)

File #: 16-370 **Version:** 1 **Name:** Resolution Authorizing Equipment Lease Purchase Agreement Equipment for Public Benefit

Type: Resolution - Council **Status:** Passed

On agenda: 7/18/2016 **In control:** City Council

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Enactment #: Reso 2016-098

Title: RESOLUTION Authorizing the Execution and Delivery of an Equipment Lease/Purchase Agreement with Respect to the Acquisition, Purchase, Financing and Leasing of Certain Equipment for the Public Benefit; Authorizing the Execution and Delivery of Documents Required in Connection Therewith; and Authorizing the Taking of All Other Actions Necessary to the Consummation of the Transactions Contemplated by this Resolution (Provides \$5.5m in financing to implement energy efficiency improvements under the Climatec project)

Sponsors: David Baum
Finance Director

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result
7/18/2016	1	City Council	Adopted	Pass

RESOLUTION Authorizing the Execution and Delivery of an Equipment Lease/Purchase Agreement with Respect to the Acquisition, Purchase, Financing and Leasing of Certain Equipment for the Public Benefit; Authorizing the Execution and Delivery of Documents Required in Connection Therewith; and Authorizing the Taking of All Other Actions Necessary to the Consummation of the Transactions Contemplated by this Resolution.

Whereas, the City of San Leandro (the “City”), a charter city duly organized and existing under the Constitution and laws of the State of California, is authorized by the laws of the State of California to purchase, acquire and lease personal property for the benefit of the City and its inhabitants and to enter into contracts with respect thereto; and

Whereas, the City desires to purchase, acquire and lease certain equipment with a cost not to exceed \$5,500,000 constituting personal property necessary for the City to perform essential governmental functions and/or functions incidental thereto, such as LED lighting, HVAC and other energy and water efficiency equipment to be installed at various locations in the City (the “Equipment”); and

Whereas, in order to finance the acquisition and installation of the Equipment, the City proposes to enter into an Equipment Lease/Purchase Agreement (the “Agreement”) with Bank of America, National Association, and an Escrow and Account Control Agreement (the “Escrow Agreement”) with Bank of America, National Association, as escrow agent, the forms of which have been presented to this City Council at this meeting; and

Whereas, this City Council deems it for the benefit of the City and for the efficient and effective

administration thereof to enter into the Agreement and the Escrow Agreement, and the other documentation related to the financing of the Equipment for the purchase, acquisition and leasing of the Equipment on the terms and conditions therein provided.

Now, Therefore, Be It And It Is Hereby Resolved by the City Council of the City of San Leandro as follows:

Section 1. Approval of Documents. The form, terms and provisions of the Agreement and the Escrow Agreement are hereby approved in substantially the forms presented at this meeting, with such insertions, omissions and changes as shall be approved by the City Manager, Finance Director and City Clerk or any of them (each, an "Authorized Officer"), the execution of the Agreement and the Escrow Agreement being conclusive evidence of such approval; and each of the Authorized Officers is hereby authorized and directed to execute, and each of the Authorized Officers is hereby authorized and directed to attest, the Agreement and the Escrow Agreement to the respective parties thereto, and the City Clerk of the City is hereby authorized to affix the seal of the City to such documents.

Section 2. Other Actions Authorized. Each of the Authorized Officers and each of the other officers and employees of the City shall take all actions necessary or reasonably required to carry out, give effect to and consummate the transactions contemplated thereby (including the execution and delivery of certificates and disbursement requests and any other tax certificates and agreements, as contemplated in the Agreement) and to take all actions necessary in conformity therewith, including, without limitation, the execution and delivery of any closing and other documents required to be delivered in connection with the Agreement and the Escrow Agreement. Whenever in this resolution any officer of the City is authorized to execute, attest or countersign any document or take any action, such execution, attestation, countersigning or action may be taken on behalf of such officer by any person designated by such officer to act on his or her behalf in the case such officer shall be absent or unavailable.

Section 3. No General Liability. Nothing contained in this Resolution, the Agreement, the Escrow Agreement nor any other instrument shall be construed with respect to the City as incurring a pecuniary liability or charge upon the general credit of the City or against its taxing power, nor shall the breach of any agreement contained in this Resolution, the Agreement, the Escrow Agreement or any other instrument or document executed in connection therewith impose any pecuniary liability upon the City or any charge upon its general credit or against its taxing power, except to the extent that the Rental Payments payable under the Agreement are limited obligations of the City, subject to annual appropriation by this City Council, as provided in the Agreement.

Section 4. Appointment of Authorized City Representatives. Each of the Authorized Officers is hereby designated to act as authorized representatives of the City for purposes of the Agreement and the Escrow Agreement until such time as the City Council shall designate any other or different authorized representative for purposes of the Agreement and/or the Escrow Agreement.

Section 5. Professional Services. Jones Hall, A Professional Law Corporation, is hereby appointed as special counsel to the City in connection with the financing contemplated by this Resolution, and the City Attorney is authorized and directed to execute a legal services agreement with said firm.

Section 6. Severability. If any section, paragraph, clause or provision of this

Resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution.

Section 7. Repealer. All bylaws, orders and resolutions or parts thereof, inconsistent herewith, are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed as reviving any bylaw, order, resolution or ordinance or part thereof.

Section 8. Effective Date. This Resolution shall be effective immediately upon its approval and adoption.