

RESOLUTION NO. 6616(23)

**A Resolution of the Council of the City of Lompoc
County of Santa Barbara, State of California,
Authorizing the Execution and Delivery of a Lease
With Option to Purchase Certain Equipment and Projects
and Provide Other Security for Financing, and Authorizing
Certain Actions in Connection Therewith
And Adopting the Supplemental Appropriations for
Certain of Those Purchases**

WHEREAS, the City of Lompoc (City) is a city organized and existing under and pursuant to the Constitution and laws of the State of California; and

WHEREAS, the City desires to provide for lease financing in the amount of \$9,369,526 for the Electric Street Lighting project, as defined in the 2023-2029 Capital Improvement Program Book as “Replace H and Ocean Streetlighting,” and acquisition of replacement fleet vehicles for the use and benefit of City operations (Project), as specified in Table 1:

FYs 2023-2025 Replacement Vehicles and Projects					
Division	Vehicle/Project Type	Quantity	Estimated cost	Current Appropriations	Additional Appropriations
Solid Waste	Collections	10	4,609,526	5,000,000	0
Solid Waste	Roll Off	2	470,000	500,000	0
Solid Waste	Excavator	1	390,000	285,000	105,000
Solid Waste	Loader	1	415,000	360,000	55,000
Electric	Aerial Lift Trucks	2	750,000	700,000	50,000
Electric	Digger/Derrick	1	400,000	400,000	0
Electric	Bucket Truck	1	235,000	275,000	0
Electric	Street Lighting	1	2,100,000	2,127,597	0
Total			9,369,526	9,647,597	\$210,000

Table 1

WHEREAS, the City has issued a Request for Proposals for financing of the Project; and

WHEREAS, the Biennial Budget Fiscal Years 2023-25 provides for the lease financing of the Project to match the cost of the Project with the useful economic life of the vehicles; and

WHEREAS, the City anticipates awarding the Project financing to Bank of America as the successful proposer, however, this Resolution also authorizes execution of leases with other proposers if the City is unable to consummate the process with Bank of America.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOMPOC, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. Leases with Option to Purchase and other Financial Security. The City Manager, or designee, is hereby authorized to enter into Leases with Options to Purchase (Leases) with the successful proposer to finance the Project, up to a maximum term of 15 years and a maximum financed amount of \$9,369,526.

SECTION 2. Other Actions. The City Manager and Management Services Director are each hereby authorized and directed, jointly and severally, to take any and all actions and to execute and deliver any and all agreements, documents and certificates, which they may deem necessary or advisable in order to carry out, give effect to, and comply with the terms of this resolution and the leases. Such actions are hereby ratified, confirmed and approved.

SECTION 3. Reimbursement of Prior Expenditures. The City declares its official intent to be reimbursed from the proceeds of the leases approved hereby for an aggregate maximum principal amount of \$9,369,526 of expenditures occurring no earlier than 60 days prior to the adoption of this resolution. All reimbursed expenditures will be capital expenditures as defined in Section 1.150-1(b) of the Federal Income Tax Regulations.

SECTION 4. Additional Appropriations and Budget adjustments. Additional appropriations are approved for Fiscal Year 2023-2025 as follows:

Solid Waste Excavator (759SWL-753060) - \$105,000;
Solid Waste Loader (759SWL-755060) - \$55,000;
Electric Aerial Lift Trucks (752EDS-753060) - \$50,000;

Further, Lease proceeds for the Electric Fund and Solid Waste fund will be increased as follows:

Solid Waste (759RSW-482850) - \$3,904,526;
Electric (752REL-482850) - \$2,385,000.

SECTION 4. Effective Date. This Resolution is effective on the day of its adoption.

The foregoing Resolution was proposed by Council Member _____, seconded by Council Member _____, and was duly passed and adopted by the Council of the City of Lompoc at its regular meeting on November 21, 2023, by the following vote:

AYES: Council Member(s):

NOES: Council Member(s):

ABSENT: Council Member(s):

Jenelle Osborne, Mayor
City of Lompoc

ATTEST:

Stacey Haddon, City Clerk
City of Lompoc