



City of Greensboro

Melvin Municipal
Office Building
300 W. Washington Street
Greensboro, NC 27401

Agenda Report

File Number: 2023-584

Agenda Item# I.1.

Agenda Date: 8/15/2023. **Department:** Financial & Administrative Services
Meeting Type: Council Meeting **Category:** General Business Agenda

Title: 2023-584 Resolution Making Certain Findings and Determinations Regarding the Financing of Firefighting Equipment Pursuant to an Installment Financing Agreement and Requesting the Local Government Commission to Approve the Financing Arrangement

Council Priority: Place an 'x' in the box.

- | | |
|----------------------------------------------------------|---------------------------------------------------------------------------------|
| <input type="checkbox"/> Safest City | <input type="checkbox"/> Most Skilled Workforce |
| <input type="checkbox"/> Easiest Place to Do Business | <input type="checkbox"/> Most Connected City |
| <input type="checkbox"/> Youth Sports Capital | <input type="checkbox"/> Hub of Recreation and Entertainment |
| <input type="checkbox"/> Abundance of Attainable Housing | <input checked="" type="checkbox"/> Other/Admin <u>Fund Necessary Equipment</u> |

Council District: N/A

Public Hearing: No

Advertising Date/By: N/A

Contact 1 and Phone: Marlene Druga, Ext 2094

Contact 2 and Phone: Anita Wilson, Ext 2817

PURPOSE:

To approve a resolution allowing the City to seek Local Government Commission (LGC) approval to enter into an installment financing agreement in an amount not to exceed \$3,050,000 to purchase firefighting self-contained breathing apparatus (SBCA).

BACKGROUND:

On April 4, 2023, City Council adopted an ordinance allowing staff to enter into a purchase order for \$2,969,525 based on a quote provided by the vendor to replace all fire breathing apparatus coming to the end of their warranty period in October 2023. The funding source was identified as private placement bank installment financing over a 15 year period. The lead time to manufacture and assemble the SBCA equipment is such that the order needed to be placed six (6) months or more in advance of the financing.

City Council will be requested to further approve the financing documents on September 19, 2023 with subsequent LGC approval of the debt requested for October 3, 2023. If approved, closing of the financing and receipt of funds are expected on October 10, 2023. Equipment is anticipated to arrive by the end of October.

Vision Statement: "A Community with Endless Economic Opportunities and Exceptional Quality of Life."

BUDGET IMPACT:

Funds sufficient to pay for principal and interest payments of up to \$400,000 per year are included in the Fire Department's annual budget appropriation, derived from savings on maintenance of equipment.

ACCOUNT NUMBER:

411-40-4097001.6059; 411-40-4097001.9009

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council approve the attached resolution making certain findings and determinations regarding the financing of necessary firefighting equipment pursuant to an Installment Financing Agreement and requesting the LGC approve the financing arrangement.