



RESOLUTION NO. 2013-07
LEASE-PURCHASE NO. 004-0641534-300
DATED AS OF JULY 17, 2013

A resolution authorizing the negotiation, execution, and delivery of Lease-Purchase Agreement No. 004-0641534-300 dated July 17, 2013 (the "Lease") in the principal amount of \$43,000.00 between the City of Rexburg, 35 North 1st East, Rexburg, Idaho 83440 and VGM Financial Services, 1111 West San Marnan Dr. Suite A2 West, Waterloo, IA 50701-8926; providing four (4) annual lease payments of (See Lease Provision) each from legally available funds; and prescribing other details in connection therewith.

WHEREAS, the City of Rexburg, (the "Lessee") is a Municipality duly organized and existing pursuant to the Constitution and laws of the State of Idaho, and

WHEREAS, the Lessee is duly authorized by applicable law to acquire such items of personal property as are needed to carry out its governmental functions and to acquire such personal property by entering into lease-purchase agreements; and

WHEREAS, the Lessee hereby finds and determines that the execution of a lease for the purpose of leasing with the option to purchase the property designated and set forth in Exhibit A to the lease is appropriate and necessary to the function and operations of the lease; and

WHEREAS, VGM Financial Services, (the "Lessor") is a Corporation duly organized, existing, and in good standing under the laws of the State of Minnesota, shall act as Lessor under said Lease; and

WHEREAS, the Lease shall not constitute a general obligation indebtedness of the Lessee within the meaning of the Constitution and Laws of the State;

NOW THEREFORE, be it resolved by the Mayor and the Council of City of Rexburg, (Lessee) effective July 17, 2013:

Section 1. Mayor Richard S. Woodland, acting on behalf of the lessee, is hereby authorized to negotiate, enter into, execute, and deliver the Lease and related documents in substantially the form as presently before the City Council, which lease is available for public inspection at the offices of the Lessee.

Section 2. The Lease shall be in the principal amount of \$43,000.00 bearing interest as set forth in Exhibit C of the Lease; said Lease is to contain an option to purchase by the Lessee as therein set forth.

Section 3. The Lessee's obligations under the Lease shall be expressly subject to the annual appropriation by the Lessee; and such obligations under the Lease shall not constitute a general obligation of the Lessee or indebtedness of the Lessee within the meaning of the Constitution and laws of the State of Idaho.

Section 4. All other related contracts and agreements necessary and incidental to the Lease are hereby authorized.

Section 5. This resolution shall take effect immediately upon its adoption and approval.

PASSED BY THE CITY COUNCIL AND APPROVED BY THE MAYOR THIS 17th DAY OF JULY, 2013.

CITY OF REXBURG
Madison County, Idaho

By _____
Richard S. Woodland, Mayor

CERTIFICATE OF INCUMBENCY
LEASE-PURCHASE AGREEMENT NO. 004-0641534-300
DATED AS OF July 17, 2013

I, Blair D. Kay, do hereby certify that I am the duly appointed and acting City Clerk of the City of Rexburg (the "Lessee"), a political subdivision duly organized and existing under the laws of the State of Idaho, and that, as of the date hereof, the individuals named below are the duly elected officers of the Lessee holding the offices set forth opposite their respective names.

NAME	TITLE	SIGNATURE
<u>Richard S. Woodland</u>	<u>Mayor</u> _____	_____
<u>Christopher Mann</u>	<u>Council President</u>	_____

IN WITNESS WHEREOF, I have duly executed this certificate this 17th day of July, 2013.

ATTEST:

Blair D. Kay, City Clerk

EXHIBIT A
TO LEASE-PURCHASE AGREEMENT NO. 004-0641534-300
DATED AS OF July 8, 2013

PROPERTY DESCRIPTION

Description (including features)	Location
(2) Jacobsen GP400 Triplex Greens Mower together with all attachments and accessories thereto	722 North 12th West, Rexburg, ID, 83440
Total Cost \$43,000.00	

EXHIBIT C
RENTAL PAYMENT SCHEDULE
TO LEASE-PURCHASE AGREEMENT NO. 004-0641534-300
DATED AS OF July 8, 2013

First Payment Date: 8/15/2013

Nominal Annual Rate: 0.000 %

CASH FLOW DATA

Event	Amount	Number	Period
1 Loan	43,000.00	1	
2 Payment	10,750.00	4	Annual

AMORTIZATION SCHEDULE - Normal Amortization

		Rental Payment	Interest	Principal	Purchase Option Price
	Lease				43,000.00
<u>8/15/2013</u>	1	10,750.00	0.00	10,750.00	32,250.00
<u>8/15/2014</u>	2	10,750.00	0.00	10,750.00	21,500.00
<u>8/15/2015</u>	3	10,750.00	0.00	10,750.00	10,750.00
<u>8/15/2016</u>	4	10,750.00	0.00	10,750.00	0.00
	Grand Totals	43,000.00	0.00	43,000.00	