

**TOWN OF BLACK MOUNTAIN BOARD OF ALDERMEN  
REQUEST FOR BOARD ACTION**

**Meeting Date:** November 8, 2010

**SUBJECT:** Proposal to Finance the Purchase of Various Vehicles and Equipment

**AGENDA INFORMATION**

**Agenda Location:** Consent Agenda  
**Item Number:** 6-D  
**Department:** Finance and Information Services  
**Contact:** Rick Shreve, Finance & Information Services Director  
**Presenter:** Marcy Onieal, Town Manager

**BRIEF SUMMARY:** The FY10-11 adopted operating budget included approval by the Board of Aldermen for the purchase of eight replacement vehicles (3 police patrol cars, 1 quick response vehicle in the Fire Department, and one utility truck each in Public Services, Recreation & Parks, Planning & Development Services, and Fire Departments). The vehicles have all been purchased and delivered, are now being outfitted with appropriate equipment, and will be in service within the next few weeks. On August 9, 2010, the Board adopted a Declaration of Official Intent to Reimburse the purchase from loan proceeds. The attached resolution authorizes staff to execute a loan agreement with BB&T, so that the Town may reimburse itself and finance the vehicle & equipment purchase over a five year period.

**MOTION FOR CONSIDERATION:**

To adopt Resolution #R-10-14 accepting the proposal from BB&T to finance the purchase of vehicles and equipment in an amount not to exceed \$248,000 for a term of five years at an annual rate of 2.14%.

**FUNDING SOURCE:** No additional funds requested; the adopted budget includes provision for this debt financing in each of the applicable departmental budgets.

**ATTACHMENTS:** Resolution # R-10-12

**MANAGER'S COMMENTS AND RECOMMENDATIONS:**

The attached resolution indicates the Town's acceptance of a financing package offered by BB&T, providing for a loan of \$248,000, financed over five (5) years at an annual interest rate of 2.14%, with semi-annual payments in arrears. Adopt as presented.