



Gaston County

Gaston County
Board of Commissioners
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Finance Board Action

File #: 18-062

Commissioner Brown - Finance - To Award Bid and Approve Financing for up to \$3,921,862 for Rolling Stock and Equipment to U.S. Bancorp Government Leasing and Finance, Inc. and to Approve the Attached Budget Change Request for Appropriation of Funds

STAFF CONTACT

Tonya Frye - Finance Director - 704-866-3032

BUDGET IMPACT

The County is obligated to make payments on this debt through October 2020.

BUDGET ORDINANCE IMPACT

Loan proceeds will be received from U.S. Bancorp Government Leasing and Finance, Inc. and appropriated in the various departmental accounts as attached on the budget change request.

BACKGROUND

By approval of this action, the Gaston County Board of Commissioners finds that the financing of the acquisition of the vehicles and other items costing up to \$3,921,862 pursuant to the terms of an installment purchase contract with U.S. Bancorp Government Leasing and Finance, Inc. is in the best interests of Gaston County and hereby authorizes the execution of such contract. The Board designates the obligations of the County to make payment under the proposed installment purchase contract as "non-bank qualified obligations" in accordance with the provisions of Section 265 (b)(3) (ii) of the Tax Reform Act of 1986, as amended. If any of the equipment or other items on the list are received before the financing documents are fully executed, the County staff is authorized, if necessary, to make payment directly to the appropriate vendor and to obtain subsequent reimbursement from the financial institution providing the financing.

POLICY IMPACT

ATTACHMENTS

Budget Change Request

DO NOT TYPE BELOW THIS LINE

I, Donna S. Buff, Clerk to the County Commission, do hereby certify that the above is a true and correct copy of action taken by the Board of Commissioners as follows:

NO.	DATE	M1	M2	Brown	Fraley	Grant	Hovis	Keigher	Philbeck	Worley	Vote
2018-022	02/16/2018	AF	RW	A	A	A	AB	AB	AB	A	U

DISTRIBUTION:

Laserfiche Users

A=AYE, N=NAY, AB=ABSENT, ABS=ABSTAIN, U=UNANIMOUS

GASTON COUNTY BUDGET CHANGE REQUEST

TO: Earl Mathers COUNTY MANAGER

FROM: 4130 Finance
Dept. # Department Name
Tonya Frye 2/13/18
Department Director's Name Date

TYPE OF REQUEST:

☐ Line Item Transfer Within Department & Fund

☐ Line Item Transfer Between Funds *

☐ Project Transfer Within Department & Fund

☒ Additional Appropriation of Funds *

☐ Line Item Transfer Between Departments*

* Requires resolution by the Board of Commissioners

ACCOUNT DESCRIPTION (As it appears in the budget)	ACCOUNT NUMBER	AMOUNT
	Fund - Function - Dept - Division - Object - Project	Whole Dollars Only
	xxx - xx - xxxx - xxxx - xxxxx - xxxxxx	(See Note Below)
Installment Purchase Agreement	010-01-8300-0000-416002-	(3,921,862)
County Police Motor Vehicles	010-02-4310-4310-540003-	534,787
Sheriff Department Motor Vehicles	010-02-4315-4315-540003-	71,763
Building Inspections Motor Vehicles	012-02-4350-0000-540003-	78,151
Facilities Management Motor Vehicles	010-01-4265-4260-540003-	114,503
Fire Marshal Motor Vehicles	010-02-4340-0000-540003-	42,556
Grounds Maintenance Motor Vehicles	010-01-4261-0000-540003-	28,742
DSS Administration Motor Vehicles	020-05-4790-0000-540003-	73,199
GEMS Motor Vehicles	010-02-4370-0000-540003-	1,374,982
Rescue Squads Motor Vehicles	010-02-4372-0000-540003-	1,140,481
Landfill Motor Vehicles	060-08-4720-0000-540003-	462,698

JUSTIFICATION FOR REQUEST:

This budget change request appropriates funds in the amount of \$3,921,862 from the lease purchase agreement with U.S. Bancorp Government Leasing and Finance, Inc. for rolling stock and equipment. The County staff received one bid and two no bids for the financing and recommends U.S. Bancorp Government Leasing and Finance as the lowest responsible bidder at a rate of 2.346% for the thirty-six month term.

Note: Decreases in expenditures & increases in revenue accounts require brackets. Increases in expenditures & decreases in revenue do not require brackets. Please note that transfers between funds require interfund transfer accounts.

ACCOUNT DESCRIPTION (As it appears in the budget)	ACCOUNT NUMBER	AMOUNT
	Fund – Function – Dept – Division – Object – Project	Whole Dollars Only
	XXX – XX – XXXX – XXXX – XXXXX – XXXXXX	(See Note Below)
Transfers to Building Inspections	010-98-9800-0000-580012-	78,151
Transfer from General Fund	012-98-9800-0000-480010-	(78,151)
Transfers to Public Assistance Fund	010-98-9800-0000-580020-	73,199
Transfers from General Fund	020-98-9800-0000-480010-	(73,199)
Transfer to Enterprise Fund	010-98-9800-0000-580060-	462,698
Transfers from General Fund	060-98-9800-0000-480010-	(462,698)