
THE VILLAGE OF CHATHAM

SANGAMON COUNTY, ILLINOIS

ORDINANCE
NUMBER 18-28

**AN ORDINANCE APPROVING A LEASE PURCHASE AGREEMENT WITH UNITED
COMMUNITY BANK FOR THE CAPITAL LEASE FINANCING
OF AN AERIAL TRUCK**

DAVE KIMSEY, Village President
AMY DAHLKAMP, Village Clerk

TERRY FOUNTAIN
BRETT GERGER
NINA LINDHORST
RYAN MANN
MATT MAU
PAUL SCHERSCHEL
Village Trustees

Published in pamphlet form by authority of the President and Board of Trustees of the Village of Chatham
on May 22nd, 2018

Sorling Northrup – 1 North Old State Capitol Plaza, Springfield, IL 62701

ORDINANCE NO. 18-28

AN ORDINANCE APPROVING A LEASE PURCHASE AGREEMENT WITH UNITED COMMUNITY BANK FOR THE CAPITAL LEASE FINANCING OF AN AERIAL TRUCK

WHEREAS, the Village of Chatham, Sangamon County, State of Illinois, is a duly organized and existing Village created under the provisions of the laws of the State of Illinois, and is now operating under the provisions of the Illinois Municipal Code; and

WHEREAS, the Illinois Municipal Code, Section 11-76-6, provides the corporate authorities of each municipality may enter into a lease for a period of not to exceed 5 years for such equipment and machinery as may be required for corporate purposes when authorized by the affirmative vote of two-thirds of the corporate authorities; and

WHEREAS, the Village issued a request for proposals for the capital lease financing of an aerial truck for the Village's Electric Department; and

WHEREAS, four proposals were received and opened by the Village on May 18, 2018; and

WHEREAS, United Community Bank offered the best financial terms and Village staff recommends a capital lease agreement be entered into with United Community Bank for the financing.

NOW THEREFORE, BE IT ORDAINED by the President and Board of Trustees of the Village of Chatham, Sangamon County, Illinois, as follows:

Section 1. Recitals. The foregoing recitals shall be and are hereby incorporated into and made a part of this Ordinance as if fully set forth in this Section 1.

Section 2. Authority to Execute Capital Lease Agreement. The Village President is authorized to execute a capital lease agreement with United Community

Bank at an interest rate of 3.05%, up to an amount of \$140,310, for the acquisition of an aerial truck for the Village's Electric Department. The term of the loan shall not exceed five (5) years. The Village President, or his designees, is also authorized to sign other related documentation to effectuate this transaction.

Section 3. Repeal and Savings Clause. All Ordinances or parts of Ordinances in conflict herewith are hereby repealed; provided, however, that nothing herein contained shall affect any rights, action, or causes of action which shall have accrued to the Village of Chatham prior to the effective date of this Ordinance.

Section 4. Severability. In the event that any section, clause, provision, or part of this Ordinance shall be found and determined to be invalid by a court of competent jurisdiction, all valid parts that are severable from the invalid parts shall remain in full force and effect.

Section 5. Effective Date. This Ordinance shall be in full force and effect immediately after its passage, approval and publication in pamphlet form as provided by law.

PASSED this 22 day of may, 2018.

	YES	NO	ABSENT	PRESENT
TERRY FOUNTAIN	X			
BRETT GERGER	X			
NINA LINDHORST	X			
RYAN MANN	X			
MATT MAU	X			
PAUL SCHERSCHEL	X			
DAVE KIMSEY				
TOTAL	6	0	0	

APPROVED by the President of the Village of Chatham, Illinois this 22 day of

May, 2018.



Dave Kimsey, Village President

Attest:



Amy Dahlkamp, Village Clerk

Results of RFP for Capital Lease Financing of Aerial Truck May 2018

All of the following proposals were delivered by 1:00pm on Friday, May 18, 2018

Proposals were opened by Sherry Dierking, Chief Fiscal Officer in the presence of Jill Butler, Administrative Assistant at 1:05pm on Friday, May 18, 2018

All proposals are for a Capital Lease Purchase Financing with a 5 year term.

Illinois National Bank 3.42%

Bank and Trust – 3.85%

United Community Bank – 3.05%

Bank of Springfield – 3.45%

Staff recommends United Community Bank at 3.05%, whose proposal had the lowest rate of interest.

Dierking, Sherry

From: John Maxfield <jmaxfield@IllinoisNationalBank.com>
Sent: Wednesday, May 16, 2018 1:50 PM
To: Dierking, Sherry
Subject: RFP for Aerial Truck

Hi Sherry,

Our tax exempt rate would be 3.42% per the terms and conditions of the RFP. No fees. Attorney opinion letter would be needed stating that the financing is tax exempt eligible and an IRS 8038-G would need to be completed and sent to IRS. Thanks for the opportunity to bid!

John
INB
747-5549

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UNITED COMMUNITY BANK
The Leader of Community Banking

05/18/2018

Sherry K. Dierking
Chief Fiscal Officer / Treasurer
Village of Chatham

Dear Sherry,

In response to your request for interest rates for a new capital lease agreement for the purchase of an aerial truck for the Village's Electric Department up to the amount of \$140,310.00, United Community Bank will provide the requested financing for at the following terms: 60 months at 3.05%.

This offer is subject to final Loan Committee approval once United Community Bank receives the final request from the Village of Chatham with respect to securing this agreement from our institution.

Respectfully,

A handwritten signature in cursive script, appearing to read 'J. Lauwerens', is written in black ink.

Jim Lauwerens
Vice President
NMLS #673085

UCB: Auburn | Bunker Hill | Bushnell | Carlinville | Chatham | Colchester | Divernon | Gillespie | Greenfield
Loami | Macomb | Palmyra, MO | Pawnee | Pittsfield | Quincy | Roodhouse | Springfield | Winchester
Mercantile Bank: Quincy **UCB Marine:** Augusta | Carthage | Hamilton **UCB BCSB:** Golden | Mt. Sterling



Corporate Office: 301 N. Main Street, Chatham, IL 62629 | 217-483-2491 | UCBbank.com

Member
FDIC



877.698.3278
bankwithbos.com

BOS Proposal for Village of Chatham
Request for New Aerial Truck – Electric Dept.

May 4, 2018

Lessee: Village of Chatham
Credit Type: Capital Lease Financing - Tax Exempt
Amount: \$140,310
Purpose: Purchase New Aerial Truck for the Village's Electric Department
Term: 5 year options
Pricing: 3.45% fixed for 5 years
Repayment: Monthly principal and interest payments

Thank you for the opportunity to provide a bid on your financing request. We look forward to a great business relationship both now and in the future.

Sincerely,
Ryan Murphy
Vice President/Commercial Lender

Dierking, Sherry

From: Rick Carr <rick.carr@mail.banktr.com>
Sent: Friday, May 18, 2018 12:17 PM
To: Dierking, Sherry
Subject: Village of Chatham-Aerial Truck Proposal
Attachments: ChathamAerialTruck.pdf

Hi Sherry,

Please accept Bank and Trust Company's proposal bid of 3.85% for the Capital Lease financing of an aerial truck in the amount of \$140,310. Attached is an amortization schedule showing the monthly principal and interest payments over the 5 year term of the capital lease. Please send a return notification Bank and Trust's proposal was received.

Thank you for the opportunity Sherry to submit a proposal to the Village.

Rick Carr
Business Development Officer
Bank & Trust Company
rick.carr@banktr.com
217-494-3482