

**RESOLUTION NO. 1548
CITY OF PRINEVILLE, OREGON**

**A RESOLUTION AUTHORIZING INTERNAL BORROWING FOR NEW POLICE
VEHICLE PURCHASES**

Whereas, the City of Prineville (“City”) Police Department requires four (4) new police vehicles for its operations to protect and serve the Citizens of the City; and

Whereas, the total cost of the new police vehicles with all needed equipment is \$380,000.000, which will be paid from borrowed funds; and

Whereas, repayment of the loan used to purchase the vehicles will be spread over three (3) fiscal years beginning with fiscal year 2023-2024; and

Whereas, the City's borrowing rate from a financial institution for the vehicle purchases is 5.9 percent (5.9%) per year; and


Whereas, City has funds in the POB / PERS Fund that could be used to purchase the vehicles and such funds are invested in the Local Government Investment Pool, currently paying 3.75 percent (3.75%) annual interest; and

Whereas, the City could purchase the vehicles and equipment from City cash assets with the Police Department paying off the purchase price over three years paying a four percent (4%) interest rate;

Now, therefore, the City of Prineville resolves as follows:

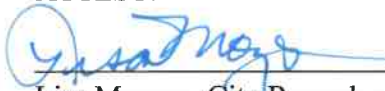
1. A loan from the City's POB/ PERS Fund in the amount of \$380,000 to purchase four (4) police vehicles with interest at the rate of four percent (4%) per year to be paid over three years beginning with fiscal year 2023-2024 is hereby approved.
2. City staff is authorized to take the necessary steps to carry out the terms of this Resolution.

Approved by the City Council this 28th day of February, 2023.



Rodney J. Beebe, Mayor

ATTEST:



Lisa Morgan, City Recorder