



# City of Las Cruces®

PEOPLE HELPING PEOPLE

## Council Action and Executive Summary

Item # 2Ordinance/Resolution# 17-096For Meeting of \_\_\_\_\_  
(Ordinance First Reading Date)For Meeting of November 21, 2016  
(Adoption Date)

Please check box that applies to this item:

 QUASI JUDICIAL LEGISLATIVE ADMINISTRATIVE

**TITLE:** A RESOLUTION TO AUTHORIZE AND APPROVE SUBMISSION OF A COMPLETED APPLICATION FOR FINANCIAL ASSISTANCE AND PROJECT APPROVAL TO THE NEW MEXICO FINANCE AUTHORITY (NMFA) FOR THE PURCHASE OF PUBLIC SAFETY VEHICLES AND HEAVY EQUIPMENT.

**PURPOSE(S) OF ACTION:**

Approve financial assistance application.

<b>COUNCIL DISTRICT:</b> N/A		
<b><u>Drafter/Staff Contact:</u></b> Karin Byrum	<b><u>Department/Section:</u></b> Finance/Treasury	<b><u>Phone:</u></b> 541-2084
<b><u>City Manager Signature:</u></b>		

**BACKGROUND / KEY ISSUES / CONTRIBUTING FACTORS:**

The City of Las Cruces Charter authorizes City Council to borrow funds. NMFA has instituted a program for financing public projects. The proposed action will allow the Transportation Department to finance the acquisition of public safety and street and parks maintenance equipment to be used by the Fire, Police, Parks and Recreation and Transportation Departments. The funding would be used to purchase a replacement for an aerial fire truck, nine additional police units, two replacement street sweepers, and various other heavy equipment as listed in the fiscal year 2017 rolling stock replacement report. Except for the police units, which are for the new police positions coming from the Community Oriented Policing Services (COPS) grant, each of these vehicles have been in service for ten years or more and have exceeded industry standards for time of service and maintenance costs. All listed vehicles are used City wide. The replaced vehicles will be disposed of per City policy.

Once funding is acquired, it is anticipated that the new vehicles and equipment will be procured and placed on build dates at the beginning of 2017.

**SUPPORT INFORMATION:**

1. Resolution.

(Continue on additional sheets as required)

- Exhibit "A", NMFA Public Project Revolving Fund Infrastructure Application.

**SOURCE OF FUNDING:**

Is this action already budgeted?  N/A	Yes	<input type="checkbox"/>	See fund summary below
	No	<input type="checkbox"/>	If No, then check one below:
	<i>Budget Adjustment Attached</i>	<input type="checkbox"/>	Expense reallocated from:
		<input type="checkbox"/>	Proposed funding is from a new revenue source (i.e. grant; see details below)
		<input type="checkbox"/>	Proposed funding is from fund balance in the _____ Fund.
Does this action create any revenue?  N/A	Yes	<input type="checkbox"/>	Funds will be deposited into this fund: _____ in the amount of \$_____ for FY__.
	No	<input type="checkbox"/>	There is no new revenue generated by this action.

**BUDGET NARRATIVE**

N/A

**FUND EXPENDITURE SUMMARY:**

Fund Name(s)	Account Number(s)	Expenditure Proposed	Available Budgeted Funds in Current FY	Remaining Funds	Purpose for Remaining Funds
N/A	N/A	N/A	N/A	N/A	N/A

**OPTIONS / ALTERNATIVES:**

- Vote "Yes"; this will allow City staff to submit the funding application to NMFA.
- Vote "No"; this will deny City staff the opportunity to submit the funding application to NMFA and realize an interest savings opportunity by using this funding mechanism.
- Vote to "Amend"; this could require City staff to explore other financing options not currently recommended by the City's financial advisor.
- Vote to "Table"; this could delay the financing opportunity and increase the projected cost of the equipment to be purchased.

**REFERENCE INFORMATION:**

- N/A



# City of Las Cruces<sup>®</sup>

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## COUNCIL ACTION AND EXECUTIVE SUMMARY PACKET ROUTING SLIP

For Meeting of \_\_\_\_\_  
 (Ordinance First Reading Date)

For Meeting of November 21, 2016  
 (Adoption Date)

TITLE:

A RESOLUTION TO AUTHORIZE AND APPROVE SUBMISSION OF A COMPLETED APPLICATION FOR FINANCIAL ASSISTANCE AND PROJECT APPROVAL TO THE NEW MEXICO FINANCE AUTHORITY (NMFA) FOR THE PURCHASE OF PUBLIC SAFETY VEHICLES AND HEAVY EQUIPMENT.

Purchasing Manager's Request to Contract (PMRC) {Required?}    Yes     No

DEPARTMENT	SIGNATURE	PHONE NO.	DATE
Drafter/Staff Contact	<i>Kari Byrum</i>	541-2084	10/21/16
Department Director	<i>Victoria Ledwith</i>	541-2080	10/21/16
Other	<i>Jan M. ...</i>	2048	11-2-16
Assistant City Manager /CAO Management & Budget Manager	<i>[Signature]</i>	541-2042	10/28/16
	<i>[Signature]</i>	541-2085	10/26/16
Assistant City Manager/COO	<i>[Signature] for D. Avila</i>	541-2271	10/03/16
City Attorney	<i>[Signature]</i>	EXT 2128	4 NOV 2016
City Clerk	<i>[Signature]</i>	X2115	11-10-16

**RESOLUTION NO. 17-096****A RESOLUTION TO AUTHORIZE AND APPROVE SUBMISSION OF A COMPLETED APPLICATION FOR FINANCIAL ASSISTANCE AND PROJECT APPROVAL TO THE NEW MEXICO FINANCE AUTHORITY (NMFA) FOR THE PURCHASE OF PUBLIC SAFETY VEHICLES AND HEAVY EQUIPMENT.**

The City Council is informed that:

**WHEREAS**, the City of Las Cruces (“Governmental Unit”) is a qualified entity under the New Mexico Finance Authority Act, Sections 6-21-1 through 6-21-31, NMSA 1978 (“Act”), and the City of Las Cruces City Council (“Governing Body”) is authorized to borrow funds and/or issue bonds for financing of public projects for benefit of the Governmental Unit; and

**WHEREAS**, the NMFA (“Authority”) has instituted a program for financing of projects from the public project revolving fund created under the Act and has developed an application procedure whereby the Governing Body may submit an application (“Application”) for financial assistance from the Authority for public projects; and

**WHEREAS**, the Governing Body intends to undertake acquisition of public safety and various heavy equipment (“Project”) for the benefit of the Governmental Unit and its citizens; and

**WHEREAS**, the Application prescribed by the Authority has been completed and submitted to the Governing Body and this Resolution approving submission of the completed Application to the Authority for its consideration and review is required as part of the Application and attached hereto as Exhibit “A”.

**NOW, THEREFORE**, Be it resolved by the governing body of the City of Las Cruces:

(I)

**THAT** all action (not inconsistent with the provisions hereof) heretofore taken by

the Governing Body and the officers and employees thereof directed toward the Application, attached hereto as Exhibit "A", and made part of this Resolution, and the Project, be and the same is hereby ratified, approved and confirmed.

**(II)**

**THAT** the completed Application submitted to the Governing Body, be and the same is hereby approved and confirmed.

**(III)**

**THAT** the officers and employees of the Governing Body are hereby directed and requested to submit the completed Application to the Authority for its review, and are further authorized to take such other action as may be requested by the Authority in its consideration and review of the Application and to further proceed with arrangements for financing the Project.

**(IV)**

**THAT** all acts and resolutions in conflict with this Resolution are hereby rescinded, annulled and repealed.

**(V)**

**THAT** this Resolution shall take effect immediately upon its adoption.

**(VI)**

**THAT** City staff is hereby authorized to do all deeds necessary in the accomplishment of the herein above.

**DONE AND APPROVED** this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

APPROVED:

\_\_\_\_\_  
Mayor

ATTEST:

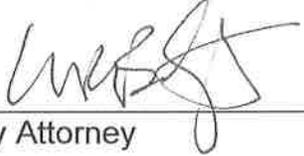
\_\_\_\_\_  
City Clerk

(SEAL)

Moved by: \_\_\_\_\_

Seconded by: \_\_\_\_\_

APPROVED AS TO FORM:

  
\_\_\_\_\_  
City Attorney

VOTE:

Mayor Miyagishima: \_\_\_\_\_

Councillor Gandara: \_\_\_\_\_

Councillor Smith: \_\_\_\_\_

Councillor Pedroza: \_\_\_\_\_

Councillor Eakman: \_\_\_\_\_

Councillor Sorg: \_\_\_\_\_

Councillor Levatino: \_\_\_\_\_



NEW MEXICO  
**FINANCE AUTHORITY**

NMFA Use Only:	
App. #:	-PP
FA assigned:	
Legislative Authorization	

**PUBLIC PROJECT REVOLVING FUND  
EQUIPMENT APPLICATION**

I. GENERAL INFORMATION

A. APPLICANT /ENTITY

					Application Date:	
Applicant/Entity:	City of Las Cruces					
Address:	PO Box 20000, Las Cruces, NM 88004-9002					
County	Dona Ana			Census Tract:		
Federal Employer Identification Number (EIN) as issued by the IRS:						
Legislative District:	Senate:				House:	
Phone:		Fax:		Email Address:	kbyrum@las-cruces.org	
Individual Completing Application:	Erik Harrigan					
Address:	6301 Uptown Blvd NE Suite 110, Albuquerque NM 87110					
Phone:	505-872-5992	Fax:	505-872-5979	Email Address:	Erik.harrigan@rbccm.com	

II. PROJECT SUMMARY

- A. **Project Description.** Complete the following information, using additional paper if necessary. Include any additional documents that may be useful in reviewing this project, i.e. architectural designs, feasibility studies, business plan, etc.

1. Description of Equipment:

1 aerial fire truck, 9 police cruisers, 2 street sweepers, 1 tractor, various heavy equipment

2. When do you need NMFA funds available? January 2017

**B. Total Project Cost & Sources of Funds Detail.**

Equipment Items	NMFA Funds Requested	Other Public Funds*	Private Funds	Total
Aerial Fire Truck	\$ 1,400,000	\$	\$	\$ 1,400,000
Heavy Equip	\$ 1,328,000	\$	\$	\$ 1,328,000
Police Cruisers	\$ 436,500	\$	\$	\$ 436,500
City Issuance Costs	\$ 50,000	\$	\$	\$ 50,000
<b>Total Cost:\$</b>	<b>\$ 3,214,500</b>	<b>\$</b>	<b>\$</b>	<b>\$ 3,214,500</b>

**III. FINANCING**

A. Specify the revenue to be pledged as security for the NMFA loan (a revenue source must be pledged for this type of project).

- Municipal Local Option GRT – please specify: \_\_\_\_\_
- County Option GRT – please specify: \_\_\_\_\_
- Other Tax-Based Revenue: \_\_\_\_\_
- State-Shared GRT
- Law Enforcement Funds
- Fire Protection Funds
- Other Revenue: \_\_\_\_\_

B. Preferred financing term: 7 years.

C. Is any debt being repaid from the revenue source(s) referenced in A (1)? Yes  No

**If yes, provide bond or loan documents and payment schedule for any existing debt service being paid from the same revenues that would be used to repay a NMFA loan.**

**IV. READINESS TO PROCEED ITEMS**

A. The following items must accompany this application in order for this application to be considered complete:

- Equipment cost breakdown (if applicable)
- Three most recently completed fiscal year audit reports

- Current unaudited financials
- Current fiscal year budget
- Equipment Application
- Application Resolution
- Minutes of public hearing meeting approving submission of application
- Any additional information requested by NMFA

**V. CERTIFICATION**

**I certify that:**

**We have the authority to request and incur the debt described in this application and, upon award, will enter into a contract for the repayment of any NMFA loans and/or bonds.**

**We will comply with all applicable state and federal regulations and requirements.**

**To the best of my knowledge all information contained in this application is valid and accurate and the submission of this application has been authorized by the governing body of the undersigned jurisdiction.**

**Signature:**

**Title:**

\_\_\_\_\_  
**(highest elected official)**

**Jurisdiction:**

**Print Name:**

**Date:**

**Signature:**

**Date:**

**Finance Officer/Director:**

PUBLIC PROJECT REVOLVING FUND EQUIPMENT APPLICATION  
CITY OF LAS CRUCES  
NOVEMBER 21, 2016

Equipment Cost Breakdown

Quantity	Replacement Model	Estimated Cost	Total Cost
1	Aerial Fire Engine	\$1,400,000	\$1,400,000
9	Ford Interceptors	\$48,500	\$436,500
2	Sweeper	\$250,000	\$500,000
1	Tractor with Attachments	\$90,000	\$90,000
1	Caterpillar Backhoe	\$93,000	\$93,000
1	Caterpillar Loader	\$350,000	\$350,000
2	International 4700	\$130,000	\$260,000
1	Semi-Transporter Lease	\$35,000	\$35,000
		<u>\$2,396,500</u>	<u>\$3,164,500</u>