

RESOLUTION No. 08-01-2011

A RESOLUTION APPROVING THE FORM OF THE EQUIPMENT LEASE AGREEMENT WITH ZIONS FIRST NATIONAL BANK, SALT LAKE CITY, UTAH, FINDING THAT IT IS IN THE BEST INTERESTS OF SANTAQUIN CITY, UTAH TO ENTER INTO SAID AGREEMENT, AND AUTHORIZING THE EXECUTION AND DELIVERY THEREOF

WHEREAS, the City Council (the "Governing Body") has determined that a true and very real need exists for the leasing of certain equipment described in the Equipment Lease Agreement presented to this meeting; and

WHEREAS, the Governing Body has reviewed the form of the Equipment Lease Agreement and has found the terms and conditions thereof acceptable to Santaquin City, Utah; and

WHEREAS, the Governing Body has taken the necessary steps including any legal bidding requirements, under applicable law to arrange for the leasing of such equipment under the Equipment Lease Agreement.

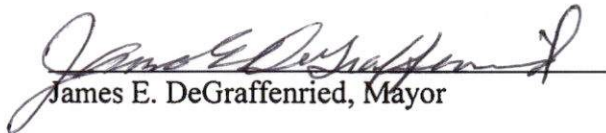
NOW THEREFORE, BE IT RESOLVED BY THE SANTAQUIN CITY COUNCIL as follows:

Section 1. The terms of said Equipment Lease Agreement are in the best interests of Santaquin City, Utah for the leasing of the equipment described therein.

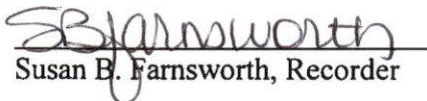
Section 2. The Mayor and City Recorder are hereby authorized to execute and deliver the Equipment Lease Agreement and any related documents necessary to the consummation of the transactions contemplated by the Equipment Lease Agreement for and on behalf of Santaquin City, Utah.

Section 3. The officers of the Governing Body and Santaquin City, Utah are hereby authorized and directed to fulfill all obligations under the terms of the Equipment Lease Agreement.

PASSED AND APPROVED this 3rd day of August, 2011.


James E. DeGraffenried, Mayor

ATTEST:


Susan B. Farnsworth, Recorder



STATE OF UTAH)
 :SS.
COUNTY OF UTAH)

I, Susan Farnsworth hereby certify that I am the duly qualified and acting City Recorder of Santaquin City, Utah.

I further certify that the above and foregoing instrument constitutes a true and correct copy of the minutes of a regular meeting of the City Council including a Resolution adopted at said meeting held on August 3, 2011, as said minutes and Resolution are officially of record in my possession, and that a copy of said Resolution was deposited in my office on August 2nd, 20 11.

In witness whereof, I have hereunto set my hand and affixed the corporate seal of Santaquin City, Utah this 3rd day of August, 20 11.



By S. Farnsworth
Susan Farnsworth, City Recorder

[SEAL] ↑

STATE OF UTAH)

:ss.

COUNTY OF UTAH)

I, Susan Farnsworth, the duly qualified City Recorder of Santaquin City, Utah do hereby certify:

- (a) that in accordance with the requirements of Section 52-4-6 (1), Utah Code Annotated (1953), as amended, public notice of the 20 11 Annual Meeting Schedule of the City Council (the "Governing Body") of Santaquin City, Utah was given, specifying the date, time and place of the regular meetings of the Governing Body scheduled to be held during the year, by causing a Notice of Annual Meeting Schedule for the Governing Body to be posted on December 10, 20 10, at the principal office of the Governing Body at Santaquin City, Utah; said Notice of Annual Meeting Schedule having continuously remained so posted and available for public inspection during regular office hours of the undersigned until the date hereof; and causing a copy of the Notice of Annual Meeting Schedule to be provided on December 10, 20 10 to at least one newspaper of general circulation within the geographic jurisdiction of Santaquin City, Utah, or to a local media correspondent;
- (b) that in accordance with the requirements of Section 52-4-6 (2), Utah Code Annotated (1953), as amended, public notice of the regular meeting of the Governing Body on August 3, 2011, was given by specifying in a Notice of Regular Meeting the agenda, date, time and place of the meeting and by causing the Notice of Regular meeting to be posted at the principal office of the Governing Body on the 2nd day of August, 20 11 a date not less than 24 hours prior to the date and time of the Governing Body's regular meeting, and to be provided on the 2nd day of August, 20 11, to at least one newspaper of general circulation within the geographic jurisdiction of Santaquin City, Utah, or to a local media correspondent.

In witness whereof, I have hereunto set my hand and affixed the official seal of Santaquin City, Utah this 3rd day of August, 20 11.

By SFarnsworth
Susan Farnsworth, City Recorder



EXHIBIT C
Payment Schedule

Lessee: Santaquin City, Utah

Date of Lease: August 4, 2011

Amount Due: \$111,770.47

1. Interest has been computed at the rate of 2.91% per annum. Interest shall accrue from the Commencement Date.
2. Rental payments shall be due annually commencing August 4, 2012. The payments set forth on the attached debt service schedule shall be due on the 4th day of August up to and including August 4, 2016.
3. The Option Purchase Price, on any given date of calculation, is equal to the Principal Outstanding on the Rental Payment Date immediately preceding the date of calculation (unless such calculation date is a Rental Payment Date, in which case, the Principal Outstanding as of such date) plus accrued interest from such Rental Payment Date at the rate set forth in paragraph number 1 above.

[Please see the attached Debt Service Schedule]

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Santaquin City, Utah

\$111,770.47 Equipment Lease Purchase

Dated August 4, 2011

(5 Year Amortization)

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
08/04/2011	-	-	-	-
08/04/2012	21,090.39	2.910%	3,252.52	24,342.91
08/04/2013	21,704.12	2.910%	2,638.79	24,342.91
08/04/2014	22,335.71	2.910%	2,007.20	24,342.91
08/04/2015	22,985.68	2.910%	1,357.23	24,342.91
08/04/2016	23,654.56	2.910%	688.35	24,342.91
Total	\$111,770.47	-	\$9,944.09	\$121,714.56

Yield Statistics

Bond Year Dollars	\$341.72
Average Life	3.057 Years
Average Coupon	2.910000%
Net Interest Cost (NIC)	2.910000%
True Interest Cost (TIC)	2.909988%
Bond Yield for Arbitrage Purposes	2.910000%
All Inclusive Cost (AIC)	3.2251048%
IRS Form 8038	
Net Interest Cost	2.910000%
Weighted Average Maturity	3.057 Years

5y Lease 8/11 | SINGLE PURPOSE | 8/4/2011 | 11:31AM

ZIONS BANK  PUBLIC FINANCE



Initials of Lessee Signatory