

**RESOLUTION NO. 2015-11-070R**

**A RESOLUTION APPROVING A STATE FIRE MARSHAL FIRE TRUCK REVOLVING  
LOAN PROGRAM LOAN AGREEMENT**

**(No-Interest Loan Agreement to Acquire Fire Pumper Truck)**

**WHEREAS**, the City of Urbana (the "City") is a home rule unit of local government pursuant to Article VII, Section 6, of the Illinois Constitution, 1970, and may exercise any power and perform any function pertaining to its government and affairs, and the passage of this Resolution constitutes an exercise of the City's home rule powers and functions as granted in the Illinois Constitution, 1970; and

**WHEREAS**, pursuant to its home rule authority, the City has the authority to enter into one or more loan agreements with other governmental agencies; and

**WHEREAS**, in 2014, the Urbana Fire Department applied to the Illinois Office of the State Fire Marshal for a low-interest or no-interest loan pursuant to the State Fire Marshal's Fire Truck Revolving Loan Program in order to acquire and finance the acquisition of a new fire pumper truck; and

**WHEREAS**, by letter dated November 3, 2015, the State Fire Marshal advised the Urbana Fire Department that it had approved the Urbana Fire Department's application for a loan and further advised that the State Fire Marshal, pursuant to its Fire Truck Revolving Loan Program, has offered to make a no-interest loan to the City in the amount of \$350,000.00 with annual repayments to be made over a twenty-year period with the first annual payment due on November 1, 2016; and

**WHEREAS**, as a condition of accepting the offer of loan and for the State Fire Marshal to disperse the loan proceeds, the City is required to commit to include repayment of the loan in each of its annual budgets during

the period any portion of the loan principal is due and owing to the Office of the State Fire Marshal; and

**WHEREAS**, the Urbana City Council deems it appropriate to accept the State Fire Marshal's offer of the loan on the terms and conditions provided for in the offer of loan and to enter into the loan agreement attached to this Resolution.

**NOW, THEREFORE, BE IT RESOLVED** BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

**Section 1.** That an Agreement providing for a no-interest loan in the amount of \$350,000.00 with principal payment amortization to be made over a twenty-year period with the first payment due and payable on November 1, 2016, in substantially the form appended hereto and entitled "Fire Truck Revolving Loan Program Loan Agreement (hereinafter, "Agreement") which is incorporated herein by reference shall be and hereby is authorized and approved.

**Section 2.** The City, by passage of this Resolution shall and does hereby commit to provide in its budget for FY 2016-2017 and in each of the next 19 consecutive budgets or the next 19 consecutive fiscal years, repayment of the aforesaid loan as provided in Exhibit B of the Agreement.

**Section 3.** That the Mayor of the City of Urbana, Illinois, be and the same is hereby authorized to execute and deliver and the City Clerk of the City of Urbana, Illinois, be and the same is authorized to attest to said execution of said Agreement in substantial the form appended hereto as the exhibit as so authorized and approved for and on behalf of the City of Urbana, Illinois.

**PASSED BY THE CITY COUNCIL** this 16<sup>th</sup> day of November, 2015.

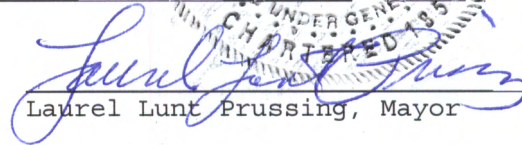
**AYES:** Ammons, Brown, Jakobsson, Madigan, Marlin, Smyth

**NAYS:**

**ABSTAINS:**

  
Phyllis B. Clark, City Clerk

APPROVED BY THE MAYOR this 19<sup>th</sup> day of November, 2015

  
Laurel Lunt Prussing, Mayor