

TAYLORSVILLE, UTAH
RESOLUTION NO. 26-11

A RESOLUTION OF THE CITY OF TAYLORSVILLE AUTHORIZING THE EXECUTION AND DELIVERY OF ONE OR MORE LEASE PURCHASE AGREEMENTS, DECLARING OFFICIAL INTENT TO REIMBURSE CERTAIN CAPITAL EXPENDITURES, AND RELATED MATTERS

WHEREAS, the City of Taylorsville (the “City”) is a political subdivision of the State of Utah and is duly organized and existing pursuant to the constitution and laws of the State; and

WHEREAS, the City Council (the “Council”) has authority pursuant to applicable law to acquire, dispose of, and encumber real and personal property, including, without limitation, rights and interests in property, leases, and easements necessary to the functions and operations of the City; and

WHEREAS, the Council has determined that the acquisition of certain equipment and related property (the “Property”), as more particularly described in the lease purchase agreements authorized herein, is appropriate and necessary to the functions and operations of the City; and

WHEREAS, the Council further finds that the execution and delivery of one or more lease purchase agreements (the “Equipment Leases”) in an aggregate principal amount not to exceed \$850,000.00 (the “Principal Amount”) for the purpose of acquiring the Property is in the best interests of the City; and

WHEREAS, the Council anticipates that the City may pay certain capital expenditures in connection with the Property prior to the receipt of proceeds of the Equipment Leases (the “Lease Purchase Proceeds”); and

WHEREAS, the United States Treasury Department regulations do not permit the proceeds of tax exempt obligations to be used for working capital, and require that the City declare its official intent to reimburse itself for qualifying capital expenditures from such proceeds; and

WHEREAS, the Council desires to authorize the execution and delivery of the Equipment Leases and related documents, and to declare the City’s official intent to reimburse itself for certain capital expenditures in accordance with Treasury Regulation Section 1.150-2; and

WHEREAS, the Council finds that all actions taken in connection with this Resolution are in the best interest of the health, safety, and welfare of the residents of the City.

NOW, THEREFORE, BE IT RESOLVED by the Taylorsville City Council as follows:

Section 1. Authorization of Equipment Leases. The City Council hereby authorizes the negotiation, execution, and delivery of one or more Equipment Leases, in an aggregate principal amount not to exceed the Principal Amount, for the purpose of acquiring the Property. The Equipment Leases shall contain such terms, including interest rates, payment schedules, and purchase options, as may be approved by an Authorized Representative, consistent with this Resolution.

Section 2. Authorization of Officials. The Mayor, the City Manager, and such other officers as may be designated in writing by the Mayor (each an “Authorized Representative”) are hereby authorized, on behalf of the City, to negotiate, execute, and deliver the Equipment Leases and all related documents, including escrow agreements and certificates, as such Authorized Representative deems necessary or appropriate to carry out the intent of this Resolution.

Section 3. Non-Obligation. The City’s obligations under the Equipment Leases shall be subject to annual appropriation by the Council and shall not constitute a general obligation indebtedness of the City within the meaning of any constitutional or statutory limitation.

Section 4. Declaration of Official Intent. The Council hereby declares the City’s official intent to reimburse itself from the proceeds of the Equipment Leases for capital expenditures incurred in connection with the Property, in accordance with Treasury Regulation Section 1.150-2. This declaration is made for the purpose of establishing compliance with federal tax law and does not obligate the City to make any expenditure, incur any indebtedness, or proceed with the acquisition of the Property.

Section 5. Approval of Separate Declaration. The Council hereby approves the Declaration of Official Intent in substantially the form presented and authorizes the Mayor to execute and deliver such declaration on behalf of the City. The Mayor’s Executive Order is attached as Exhibit A.

Section 6. Qualified Tax-Exempt Obligation. The City hereby designates the Equipment Leases as “qualified tax exempt obligations” within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, and represents that the City reasonably anticipates that the aggregate amount of tax exempt obligations issued by the City during the current calendar year will not exceed Ten Million Dollars (\$10,000,000).

Section 7. Effective Date. This Resolution shall take effect immediately upon adoption.

PASSED AND APPROVED by the Taylorsville City Council this 6th day of May, 2026.

TAYLORSVILLE CITY COUNCIL

By: _____
Bob Knudsen, Council Chair

SEAL

VOTING:

Meredith Harker	Yea	___	Nay	___
Ernest Burgess	Yea	___	Nay	___
Anna Barbieri	Yea	___	Nay	___
Curt Cochran	Yea	___	Nay	___
Bob Knudsen	Yea	___	Nay	___

PRESENTED to the Mayor of the City of Taylorsville for approval this 6th day
May, 2026.

APPROVED this 6th day of May, 2026.

By: _____
Mayor Kristie S. Overson

ATTEST:

Jaime Brooks, City Recorder

DEPOSITED in the office of the City Recorder this ____ day of _____, 2026.

RECORDED this ____ day of _____, 2026.

EXHIBIT A
EXECUTIVE ORDER NO. 26-02



**CITY OF TAYLORSVILLE, UTAH
EXECUTIVE ORDER NO. 26-02**

**AN EXECUTIVE ORDER OF THE MAYOR OF THE CITY OF
TAYLORSVILLE DECLARING OFFICIAL INTENT TO
REIMBURSE CERTAIN CAPITAL EXPENDITURES FROM THE
PROCEEDS OF TAX-EXEMPT FINANCING**

WHEREAS, the City of Taylorsville (the “City”) is a political subdivision of the State of Utah and is duly organized and existing pursuant to the constitution and laws of the State; and

WHEREAS, the Taylorsville City Council (the “Council”) has adopted Resolution No. 26-__ authorizing the execution and delivery of one or more lease purchase agreements (the “Equipment Leases”) for the purpose of acquiring certain equipment and related capital property (the “Property”); and

WHEREAS, the Council has further approved a Declaration of Official Intent and has authorized the Mayor to execute and deliver such declaration on behalf of the City; and

WHEREAS, the City anticipates that it may incur certain capital expenditures in connection with the acquisition of the Property prior to the receipt of proceeds derived from the Equipment Leases (the “Lease Purchase Proceeds”); and

WHEREAS, Treasury Regulation Section 1.150-2 requires that, in order for the City to reimburse itself for such capital expenditures from the proceeds of tax exempt obligations, the City must declare its official intent to do so; and

WHEREAS, it is in the best interest of the City to declare such official intent in order to preserve the ability to reimburse qualifying capital expenditures in accordance with applicable federal tax law.

NOW, THEREFORE, I, Kristie S. Overson, Mayor of the City of Taylorsville, by virtue of the authority vested in me by law and by Resolution No. 26-__, do hereby order and declare as follows:

Section 1. Declaration of Official Intent. The City hereby declares its official intent to reimburse itself from the proceeds of the Equipment Leases for capital expenditures incurred in connection with the acquisition of the Property. Such reimbursement is intended to be made in accordance with Treasury Regulation Section 1.150-2.

Section 2. Description of Property. The Property to be financed and for which reimbursement may be sought consists generally of equipment and related capital assets necessary to the functions and operations of the City, as more particularly described in the Equipment Leases and any related schedules or exhibits.

Section 3. Maximum Principal Amount. The maximum aggregate principal amount of the Equipment Leases expected to be issued for the purpose of financing the Property shall not exceed \$850,000.00.

Section 4. Limitation. This Executive Order is adopted solely for the purpose of establishing compliance with the requirements of Treasury Regulation Section 1.150-2. This Executive Order does not obligate the City to make any expenditure, incur any indebtedness, or proceed with the acquisition of the Property.

Section 5. Effective Date. This Executive Order shall take effect immediately upon execution.

ORDERED this ____ day of _____, 2026.

By: _____
Mayor Kristie S. Overson

ATTEST:

Jaime Brooks, City Recorder

DEPOSITED in the office of the City Recorder this ____ day of _____, 2026.

RECORDED this ____ day of _____, 2026.