



INDIAN HILLS GENERAL IMPROVEMENT DISTRICT

3400 JAMES LEE PARK DRIVE
CARSON CITY, NEVADA 89705
TEL: (775) 267-2805 FAX: (775) 267-3510

Resolution 2004-04

A Resolution authorizing an Installment Purchase Agreement

- Whereas, the Board of Trustees of the Indian Hills General Improvement District did, at a regular meeting held on December 16, 2003, determine that the public interest requires an Installment Purchase Agreement; and the following finding of facts determine this:
- a) the District's sewer department is preparing to institute a program which dedicates manpower and equipment to the function of sewer collection system maintenance, operation, and management;
 - b) the proper equipment for this purpose is a truck-mounted hydro-flusher with vacuum, which unit costs \$141,000;
 - c) the most cost-effective and affordable arrangement for acquisition of this equipment and for maintaining departmental reserve funds is through installment financing, with payments not to exceed \$3000 per month, budgeted through the sewer department's annual operating budget, across a period not to exceed 5 years
 - d) such installment financing is available through Business Bank of Nevada, the District's primary bank, at an interest rate of 7% and with monthly total payments of \$2,798.32; and
- Whereas, proper notice was given of the intention to act upon Resolution 2004-04, a resolution authorizing an Installment Purchase Agreement pursuant to Nevada Revised Statutes 350.087 and Nevada Administrative Code 350.100 through 350.160.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Trustees of the Indian Hills General Improvement District proposes to borrow a sum not to exceed \$141,000, at an annual interest rate not to exceed 7% to be repaid over 60 months; and

that the purpose for which the funds are to be used is the acquisition of one VacCon hydro-flusher with vacuum equipment mounted on a Sterling truck, as is needed for sewer system maintenance; and that the obligation will be repaid from annual sewer service revenues as shown in the sewer department's annual budget, which budget will show this equipment cost expenditure across the term of the Agreement; and

that up to \$3,000 per month is available to repay this obligation through the continuing sewer department budgets which shall reflect the amount of the \$2,798.32 monthly payment obligations.

Be it further resolved, that the General Manager is herewith authorized and directed to forward the necessary documents to the Executive Director, Department of Taxation, Carson City, Nevada.

Dated: This 27th day of April, 2004 by the Governing Body consisting of five members .

Ayes 5
Nays 0
Absent 0

By: 
Ron Kruse, Chairman
Board of Trustees