

MEMORANDUM

To: Mayor and City Councilmembers
Douglas Faseler, City Manager

From: Susan Caddell
Director of Finance

Subject: 2019 Tax Notes

Date: February 7, 2019

Staff is proposing the purchase of police radios on another agenda item for the February 19, 2019 City Council agenda. The cost of the radios is \$296,350 and staff is recommending financing the purchase of the radios. We received quotes on different financing options from four different sources. We requested financing over a 3-, 4-, and 5-year finance plan. There is currently \$190,000 in the FY19 General Fund Capital Budget to apply towards the purchase of these radios. \$100,000 of these funds have been awarded through the Federal Justice Assistance Grant. Due to the litigation with sanctuary cities, a federal judge has put a hold on the release of any grant funds that require a detainment letter from the recipient. Until the litigation has been settled, or the funds are released by some other means, the City will not receive those funds. The additional \$90,000 is available and can be used towards the first payment of the tax notes. Staff is recommending awarding the 2019 Tax Notes to Broadway Bank over a 3-year financing plan.

Please let me know if you have any further questions.