

REQUEST FOR PROPOSAL

\$202,870

**CITY OF GREENVILLE
Montcalm County, Michigan**

**INSTALLMENT PURCHASE AGREEMENT
(General Obligation Limited Tax)**

PROPOSAL: The City of Greenville (the “City”) invites your proposal to purchase the above Installment Purchase Agreement (the “IPA”). Please provide the terms under which you would be willing to purchase the IPA of the City.

PROJECT: The City desires to acquire and construct a new Cues Camera Inspection Truck – Multi Conductor TV Inspection System and related equipment (the “Property”). Of the total price of the Property, the City desires to borrow the sum of \$202,870 pursuant to the IPA.

INSTALLMENT PURCHASE AGREEMENT:

The City will enter into a contract for the purchase of the Property, which the vendor will assign, in part, to the bank. Payments by the City to the bank will be made in accordance with an installment purchase agreement to be prepared by Opinion Counsel (defined below) in a form acceptable to the bank.

AMOUNT: \$202,870 IPA

TERM: Five (5) years

PAYABLE: Semiannually on the first day of May and November of each year, beginning November 1, 2017, and continuing for a period of five (5) years with ten (10) equal semiannual payments of principal and interest.

TAX EXEMPT: Subject to the limitations of the Internal Revenue Code of 1986, as amended (the “Code”), the interest on the installment payments will be excludable from gross income.

QUALIFIED: Payments pursuant to the IPA will be qualified tax-exempt obligations for purposes of Section 265(b)(3)(B) of the Code.

PREPAYMENTS: The IPA will not be subject to prepayment prior to maturity.

AUTHORITY: The City has the authority to enter into installment purchase agreements pursuant to Act 99, Public Acts of Michigan, 1933, as amended. The requirement to make the payments of principal and interest on the IPA will be a limited tax, general obligation of the City, subject to constitutional, statutory, and charter tax limitations of the City.

OPINION: An opinion of the law firm of Dickinson Wright PLLC, Grand Rapids, Michigan (“Opinion Counsel”), shall be delivered to the bank regarding the authority of the City, the legality and enforceability of the IPA, and the exclusion of the interest from gross income. Except to the extent necessary to issue its approving opinion as to the validity of the Bonds, Dickinson Wright PLLC has made no inquiry as to any financial information, statements or material contained in any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the IPA, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial information, statements or materials.

In submitting a proposal, the respondent agrees to the representation of the City by Dickinson Wright PLLC notwithstanding any representation of the respondent by Dickinson Wright PLLC in connection with any other unrelated matters.

REQUEST FOR BIDS:

The City hereby requests your offer to enter into the IPA with the City. Please provide the terms under which you would be willing to purchase the IPA of the City to: Norice Thorlund Rasmussen, Clerk-Treasurer, City of Greenville, 411 S. Lafayette Street, Greenville, Michigan 48838; or by fax to the City at (616) 754-6320; or by email to ntrasmussen@greenvillemi.org by 11:00 a.m., local time, on May 5, 2017, at which time the proposals will be evaluated. Formal award of the bid will be made at the City Council meeting on May 16, 2017, which begins at 7:30 pm. Bids may be submitted by fax or email provided that the respondent bears all risk of transmission delay or failure.

OTHER FEES: Your proposal must disclose any fees your institution will charge the City in addition to the interest rate stated in its offer; any such fees will be added to the total interest cost for purposes of evaluating the proposal.

HOLD PERIOD: Respondents submitting proposals are asked to hold their proposals for a period of at least 30 days.

AWARD: The IPA is being sold on a negotiated basis. The City reserves the right to further negotiate interest rates and any details of the IPA with the respondent. The City will award the sale of the IPA to the institution whose proposal the City determines to be in the best interests of the City

NOT “IRAN-LINKED BUSINESS”:

By submitting a bid, the bidder shall be deemed to have certified that it is not an “Iran-Linked Business” as defined in Act 517, Public Acts of Michigan, 2012, being MCL 129.311 *et seq.*

THE RIGHT IS RESERVED TO REJECT ANY OR ALL PROPOSALS, to waive defects, informalities and minor irregularities in proposals or in the receipt of proposals, to select the proposal deemed to be in the best interests of the City and to negotiate with the selected proponent.

Norice Thorlund Rasmussen, Clerk-Treasurer
City of Greenville
(616) 754-5645