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CITY OF SEBASTOPOL
RESOLUTION NO. 6804-2026

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEBASTOPOL AUTHORIZING THE PURCHASE AND FINANCING OF A REPLACEMENT VACTOR TRUCK FOR A PURCHASE PRICE OF NOT TO EXCEED $521,786.53 WITH A $100,000 DOWN PAYMENT AND SUBJECT TO SPECIFIED FINANCING TERMS, AND AUTHORIZING THE CITY MANAGER TO EXECUTE RELATED DOCUMENTS

WHEREAS, the City of Sebastopol Public Works Department relies on specialized equipment to maintain and operate the City's wastewater, storm drainage, water, and other public infrastructure; and

WHEREAS, the City's existing Vactor truck was manufactured in 2008, has been in service for approximately 17 years, has reached the City's targeted replacement age, and is increasingly difficult and costly to maintain; and

WHEREAS, the Vactor truck is essential specialized equipment used for sewer cleaning, storm drain maintenance, sanitary sewer overflow response, hydro-excavation, and emergency water and sewer repairs; and

WHEREAS, continued operation of the existing Vactor truck increases the risk of mechanical failure, unplanned downtime, and escalating repair costs, which could impair the City's ability to respond to sewer blockages, sanitary sewer overflows, storm drainage issues, and emergency utility repairs; and

WHEREAS, the City has identified a replacement Vactor truck with an acquisition cost not to exceed $521,786.53 that meets the City's operational requirements; and

WHEREAS, the City intends to make a $100,000 down payment toward the purchase and finance the remaining balance; and

WHEREAS, the City Council has determined that financing the purchase for a term not to exceed five years, at an interest rate not to exceed 6.13%, with quarterly payments, is in the City's best interest, provided that more favorable terms may be accepted; and

WHEREAS, the anticipated debt service associated with the replacement Vactor truck was incorporated into the City's financial planning and the City's adopted wastewater rates; and

WHEREAS, the Vactor truck is used by the Sewer and Water Enterprises and the Streets Division and will be paid for with funds from the Sewer Enterprise Fund, Water Enterprise Fund, and the General Fund. The City's repayment obligation under the proposed financing will be an obligation of the Sewer and Water Enterprise Funds and the General Fund; and

WHEREAS, 33% the cost of the Vactor Truck will be paid for by the Sewer Enterprise Fund, 33% the cost of the Vactor Truck will be paid for by the Water Enterprise Fund, and 33% of the Vactor Truck will be paid for by the General Fund based on the anticipated usage of the Vactor truck by each respective enterprise; and

WHEREAS, maintaining a functioning Vactor truck provides the City with immediate access to specialized equipment necessary for routine maintenance and emergency response and reduces the City's dependence on outside equipment availability.

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NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Sebastopol hereby authorizes the purchase of a replacement Vactor truck at a cost not to exceed $521,786.53, subject to applicable City purchasing requirements; and

BE IT FURTHER RESOLVED, that the City Council authorizes financing of the remaining purchase balance after a $100,000 down payment, with a financing term not to exceed five (5) years, an interest rate not to exceed 6.13%, and quarterly payments, or more favorable terms; and

BE IT FURTHER RESOLVED, that the City Manager, or designee, is authorized to execute the purchase agreement, financing agreement, and other documents necessary to complete the purchase and financing, provided the terms remain within the parameters authorized by this Resolution and are in a form approved by the City Attorney;

The above and foregoing Resolution was duly passed, approved, and adopted at a meeting by the City Council on the 20th day of October 2026.

I, the undersigned, hereby certify that the foregoing Resolution was duly adopted by the City of Sebastopol City Council by the following vote:

VOTE:

Ayes: Councilmembers Carter, Hinton, Zollman, Vice Mayor Maurer and Mayor McLewis
Noes: None
Abstain: None
Absent: None

APPROVED: Signed by: Jill McLewis 7C6BCED0A8914A1... Mayor Jill McLewis

ATTEST: Signed by: Mary Gourley 44C0774260FE430... Mary Gourley, City Manager

APPROVED AS TO FORM: Signed by: Alex Mog 66BDB79D572A4EB... Alex Mog, City Attorney

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Ascentium Capital, a Division of Regions Bank

July 10, 2026

FORMAL PROPOSAL

Obligor: City of Sebastapol

This is a finance/ownership contract. No residual value.

Equipment: Vactor Truck

Option 1 - Fixed

Acquisition Cost	$	521,786.53	Term	Five (5) years	First Payment Due	Three Months from Close
Down Payment	$	100,000.00	Payment Mode	Quarterly in Arrears	Payment Amount	$24,646.05
Trade-In	$	0.00	Interest Rate	6.1300%		
Principal Balance	$	421,786.53	Rate Factor	.058433		

Option 2 - Fixed

Acquisition Cost	$	521,786.53	Term	Six (6) years	First Payment Due	Three Months from Close
Down Payment	$	100,000.00	Payment Mode	Quarterly in Arrears	Payment Amount	$21,130.75
Trade-In	$	0.00	Interest Rate	6.1200%		
Principal Balance	$	421,786.53	Rate Factor	.050098		

Option 3 - Fixed

Acquisition Cost	$	521,786.53	Term	Seven (7) years	First Payment Due	Three Months from Close
Down Payment	$	100,000.00	Payment Mode	Quarterly in Arrears	Payment Amount	$18,645.77
Trade-In	$	0.00	Interest Rate	6.1400%		
Principal Balance	$	421,786.53	Rate Factor	.044207		

- This is a proposal only and is not a commitment to finance. This proposal is subject to credit review and approval and proper execution of mutually acceptable documentation.
- Failure to consummate this transaction once credit approval is granted and the documents are drafted and delivered to Obligor may result in a documentation fee being assessed to the Obligor.
- OBLIGOR'S TOTAL AMOUNT OF TAX-EXEMPT DEBT TO BE ISSUED IN THIS CALENDAR YEAR WILL NOT EXCEED THE $10,000,000 LIMIT, OR THE INTEREST RATE IS SUBJECT TO CHANGE.
- This transaction must be credit approved, all documents properly executed and returned to Ascentium Capital, a Division of Regions Bank and the transaction funded on ALL proposals on or before 7/24/2026. If funding does not occur within that time-frame, or there is a change of circumstance which adversely affects the expectations, rights, or security of Obligee or its assignees, then Obligee or its assignees reserve the right to adjust and determine a new interest rate factor and payment amount, or withdraw this proposal in its entirety. Should there be a significant change in market rates at any time prior to funding of the transaction, Ascentium Capital, a Division of Regions Bank reserves the right to adjust the Interest Rate quoted above.
- This transaction must be designated as tax-exempt under Section 103 of the Internal Revenue Code of 1986 as amended.

Ascentium Capital, a Division of Regions Bank	City of Sebastapol
Signature - Title	Signature - Title
Date	Date