

ORDINANCE NO. 013-130

AN ORDINANCE AUTHORIZING  
REFINANCE OF A BUS LEASE  
AGREEMENT FOR 150 BUSES

WHEREAS, Pursuant to Ordinance 007-158, the Authority entered into a Lease Purchase Agreement dated February 29, 2008 (the "Lease Agreement") with Traxis Financial Group ("Traxis") for 150 New Flyer Articulated Hybrid Buses; and

WHEREAS, On February 29, 2008, Traxis assigned its interest in the Lease Agreement to De Lage Landen Public Finance LLC ("De Lage"); and

WHEREAS, Decreases in interest rates have made it advantageous to refinance; and

WHEREAS, The Treasurer has solicited and received bids from firms to provide financing on more favorable terms; and

WHEREAS, It is in the best interest of the Authority to authorize the President and Treasurer to negotiate and approve, and the Chairman of the Board to approve and execute, all transaction documents necessary or desirable to refinance to provide savings to the Authority; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD  
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. That the President and the Treasurer, or their designees, are hereby authorized to negotiate the terms of a transaction including the financing of transaction costs and prepayment premium, with PNC Equipment Finance LLC, the firm that has offered the most advantageous financial terms to the Authority; provided that the terms of a new agreement and related costs result in a savings to the Authority over the existing Lease Agreement with De Lage, and provided that the terms require that unencumbered title to all vehicles reverts to the Chicago Transit Authority upon payment of the final installment.

SECTION 2. That the President and Treasurer, or their designees, are hereby authorized to negotiate and approve such other documents as may be necessary or desirable in connection with this refinancing transaction.

SECTION 3. That the Chairman of the Board is hereby authorized to approve the financing terms negotiated by the President and Treasurer and to execute all documents necessary or desirable to implement the objectives of this ordinance.

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SECTION 4. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

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Chairman

September 11, 2013

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Assistant Secretary

September 11, 2013