

**R2023-04-07 – Resolution Declaring Official Intent of  
the Utah Transit Authority to Reimburse Itself for  
Certain Capital Expenditures Through Lease Financing**





**Resolution R2023-04-07  
Official Intent to Reimburse  
2023 Lease Financing**

**April 26, 2023**

# Capital Budget

## Revenue & Non-Revenue Service Vehicles

Vehicle/Equipment Replacement	Amount
Buses	\$32,500,000
Paratransit	\$8,000,000
Comet Cars	\$4,000,000
Vanpool Vans	\$2,500,000
Non-Revenue Service Vehicles	\$1,500,000
Totals	\$48,500,000

# Timing Issue

## Delivery vs. Financing

- Vehicle and equipment acquisition and delivery dates vary throughout the year
- Most efficient to execute one lease
- Federal law<sup>1</sup>:
  - Financed items may purchased up to 60 days before financing close
  - Financed items may be purchased more than 60 days before financing close if an intent to reimburse resolution is adopted

<sup>1</sup> 26 CFR § 1.150-2

# Proposed Intent to Reimburse Resolution

- Establishes maximum reimbursement authorization up to \$49,500,000
- Allows lease financing for budgeted items purchased from January 1, 2023 until lease financing close

# Recommended Action

## (by roll call)

Motion to approve Resolution R2023-04-07 Declaring Official Intent of the Utah Transit Authority to Reimburse itself for Certain Capital Expenditures Through Lease Financing, as presented.

