



**Capital Projects & Purchasing Department
113 Mable T. Willis Blvd.
Walterboro, SC 29488
843.539.1968**

RFP: FIN-09

TAX EXEMPT LEASE PURCHASE FINANCIAL SERVICES

DUE: Thursday, January 26, 2017 @ 2:00pm

MAIL RFP RESPONSE TO:

Capital Projects & Purchasing Department
Attn: Kaye B Syfrett
113 Mable T. Willis Blvd.
Walterboro, SC 29488

HAND DELIVER RFP RESPONSE TO:

Capital Projects & Purchasing Department
Attn: Kaye B Syfrett
113 Mable T. Willis Blvd.
Walterboro, SC 29488

A. OVERVIEW

Colleton County, South Carolina (the "**County**") requests proposals from qualified and eligible financial institutions to provide financing services for the acquisition of equipment under a master lease agreement.

Subject to the terms, conditions, provisions, and the enclosed specifications, responses to this solicitation will be received at this office until the stated date and time. After which, only the names of the respondents will be publicly announced. Responses received after the scheduled due date and time will be rejected. Proposals must be submitted in a sealed package marked on the outside with the Offeror's name, address, and the solicitation name and number.

This solicitation does not commit Colleton County to award a contract, to pay any costs incurred in the preparation of proposals submitted, or to procure or contract for the services. The County reserves the right to accept or reject or cancel in part, or in its entirety offers received as a result of this request if deemed to be in the best interest of the County to do so.

B. SCOPE OF WORK

The County (Lessee) proposes to establish an agreement with a qualified and eligible financial institution to provide financing services for the acquisition of commodities/equipment under a master lease purchase agreement as prescribed herein. The agreement shall be between the Lessee and the successful Offeror (Lessor)

The proposed lease purchase financing project includes any one or more of the following items of property for use by the County Sheriff's Office, E-911 Dispatch and Fire/Rescue Commission. The desired terms of the proposed lease purchase financing are as follows:

A. Principal Amount of Lease-Purchase: Up to (but not to exceed) \$2,000,000.00 for various vehicles, equipment and machinery. **(SEE EQUIPMENT LISTING SCHEDULE A FOR FULL DETAILS)**. The County is proposing to lease finance all of the items described therein per SC State Contract pricing.

B. Tax Exempt Lease Purchase:

- **This issue shall be "Bank-Qualified"** for taxation purposes in calendar year 2017 (as described in Section 265(b) (3) (B) of the Internal Revenue Code of 1986, as amended).
- The County shall enter into a tax-exempt lease purchase agreement with the Bank in order to provide financing for this Project.
- **Type/Security:** The obligation of the County to pay lease rental payments shall be subject to annual appropriations by the Colleton County Council.
- **Interest Rate:** The County desires **fixed rate financing** for these Project purchases. Please include the lease factor in addition to quoted interest rate.
- The proposal should include an indicative date for the fixed rate quote, and the period that the Bank will "hold" such rate.

- The County further requests the Bank to indicate its willingness to provide to the County the benefit of a commensurate decrease in the offered rate should market interest rates drop during the stated commitment period.

C. Lease Payments and Terms: The County is seeking proposals with **annual** payments **in arrears** for:

1) A three (3) year term for the Project

*****All payments shall be computed on an annual compounding basis*****

D. Purchase Options: The County will build equity in the equipment with each lease payment and will have the option to purchase the equipment as specified herein. The County will own the equipment free and clear of Lessor's lien after the last lease payment.

E. Pre-payment without Penalty: The County wants a right of prepayment, upon reasonable notice to the Bank, without penalty for any loan received. ***Please indicate, however, whether no right of prepayment (or, right of prepayment which vests after a fixed period of time), would yield a lower interest rate quote from the Bank for the desired term quotes described above.***

F. All obligations, costs and responsibilities associated with ownership of the equipment shall be borne by the County whereby dispersing of such funds will be the sole responsibility of the County.

G. The County reserves the right to have funds transferred in whole to an escrow agent chosen by the County whereby dispersing of such funds will be the sole responsibility of the County.

H. The County will not pay escrow, investment or any other associated fees.

I. The County will carry insurance coverage to full amount of equipment purchase (approximately \$2.0 Million); the Lessor WILL NOT be named as "Additional Insured" on the policy. The Lessor shall be named as "Loss Payee" on the property coverage.

J. Closing: "Anticipated" Lease Closing Date is February 28, 2017 (date subject to change by mutual agreement between Offeror and Lessee). Offeror to provide the preferred method of closing on the Project. Indicate anticipated closing costs (if applicable) with closing method. Closing cost(s) will be considered in total financing cost calculations made by the County in award decision.

K. Legal Costs: The County has retained bond counsel and will assume all legal costs associated with issuance, opinion letter and lease purchase documentation, and filings with the appropriate fiscal authorities.

C. SUBMITTALS

- 1) **Letter of Interest;**
- 2) **Rate Proposals** (Use enclosed Proposal Form);
- 3) **Master Lease Agreement** with option to purchase and consistent with enclosed Terms and Conditions.

*****Note: The County reserves the right to seek legal counsel on agreement.**

- 4) Documents/Certificates to evidence and carry-out transactions.
- 5) (i.e. representations, warranties, and indemnities which are deemed appropriate by the County and the Lessor, etc.);
- 6) To include name, address, telephone number, and Master Lease Agreement.
- 7) Three (3) year amortization schedules, with principal and interest in arrears listed separately by year.
- 8) **Offeror shall provide sealed proposals in writing and shall indicate any bank loan fees or other special terms as a separate line item.** Given the terms of the proposed borrowing, the County anticipates that the Bank shall not require separate legal counsel. The County is retaining bond counsel and will pay all related legal fees. Copies of the County's audited financial reports for the prior fiscal year(s) will be provided, upon request. Also, however, please feel free to call the County to obtain additional financial information regarding the County or the Project. **The proposal must be delivered to the County on or before 2:00 P.M. on Thursday, January 26th, 2017 to: Colleton County Government, Capital Projects & Purchasing Department, 113 Mable T. Willis Blvd., Walterboro SC 29488; and may be submitted by email to: ksyfrett@colletoncounty.org in a *.pdf document.**
- 9) All responses shall be valid for a minimum period of **35 calendar days**

The County anticipates awarding the financing to the qualified bidder offering the **lowest cost of financing for the total Project**. Any and all Proposals may be rejected by the County. Should any proposal not conform to the terms and conditions in this proposal, the proposal shall be subject to rejection as non-responsive. The right to permit the offeror to withdraw nonconforming terms and conditions from its proposal prior to a determination by the County is hereby reserved. Further, the County has the right to waive minor defects or variations from the exact requirements of the specifications in a proposal which do not affect the quality or schedule of the services being procured. If insufficient information is submitted in order properly to evaluate the proposal by an offeror, the County shall have the right to require such additional information as it may deem necessary after the proposal time and date, provided that the information requested does not change the quality or schedule of the services being procured.

D. INSTRUCTIONS TO BIDDERS

1. Submittal must include a letter of interest, one (1) original proposal clearly marked as original, and two (2) complete copies of the Offeror's proposal. Responses must be in a sealed envelope/packet, received by fax or other electronic means (e-mail in *.pdf format). For identification purposes, all

envelopes/packets must contain the solicitation name and number. The Individual signing the response must be an Agent legally authorized to bind the company.

2. Show solicitation number on the outside of mailing envelope/packet. Colleton County assumes no responsibility for unmarked or improperly marked envelopes/packets.
3. It is the Offeror's sole responsibility to insure that solicitation responses, amendments thereto or withdrawal requests are submitted by the scheduled due date and time.
4. The Offeror must clearly mark as "Confidential" each part of their response, which they consider to be proprietary information that could be exempt from disclosure under Section 30-40(C) Code of Laws of South Carolina, 1976, Freedom of Information Act. Colleton County reserves the right to determine whether this information should be exempt from disclosure and legal action may not be brought against the County or its agents for its determination in this regard.
5. All responses shall be printed in ink or typewritten. Proposals written in pencil will be disqualified.

Questions regarding this proposal must be emailed to **Jon Carpenter, Colleton County Finance Director** at jcarpenter@colletoncounty.org no later than **11:00 a.m. on Thursday, January 19, 2017**. Answers to all questions will be posted on the County website as addendums to this proposal.

A "No Response" qualifies as a response, however it is the responsibility of the Offeror to notify the Procurement Office if you receive solicitations that do not apply.

E. SPECIFIC TERMS AND CONDITIONS

1. **COMPETITION:** This solicitation is intended to promote full and open competition. If any language, specifications, terms and conditions, or any combination thereof restricts or limits the requirements in this solicitation to a single source, it shall be the responsibility of the interested vendor to notify the Procurement Division in writing no later than five (5) business days prior to the scheduled due date and time.
2. **RESPONDANTS QUALIFICATION:** The County reserves the right to request satisfactory evidence of their ability to furnish services in accordance with the terms and conditions listed herein. The County further reserves the right to make the final determination as to the Offeror's ability to provide said services.
3. **RESPONSE WITHDRAWAL:** Any responses may be withdrawn prior to the established closing date and time, but not thereafter with proper approval from the Procurement Manager.
4. **REJECTION:** Colleton County reserves the right to reject any and all proposals, to cancel or withdraw this solicitation, and to waive any technicality if deemed to be in the best interest of the County.
5. **WAIVER:** The County reserves the right to waive any Instruction to Offerors, General or Special Provisions, General or Special Conditions, or specifications deviation if deemed to be in the best interest of the County.

6. **RESPONSE PERIOD:** All responses shall be valid for a minimum period of **35 calendar days**.
7. **DEVIATIONS FROM SPECIFICATIONS:** Any deviation from specifications indicated herein must be clearly pointed out; otherwise, it will be considered that items offered are in strict compliance with these specifications, and successful bidder will be held responsible therefore. Deviations must be explained in detail on separate attached sheet(s). The listing of deviations, if any, is required but will not be construed as waiving any requirements of the specifications. Unidentified deviations found during the evaluation of the response may be cause for rejection.
8. **AMENDMENTS:** All amendments to and interpretations of this solicitation shall be in writing and issued by the Procurement Manager of Colleton County.
9. **DEBARMENT:** By submitting a qualification package, the vendor is certifying that they are not currently debarred from responding to any request for proposals by any agency or subdivision of the State of South Carolina or the United States Federal Government, nor are they an agent of any person or entity that is currently debarred from submitting bids on contracts by any agency or subdivision of the State of South Carolina.
10. **DEFAULT:** In case of default by the Offeror, the County reserves the right to purchase any or all items in default in the open market, charging the Offeror with any excessive costs. Should such charge be assessed, no subsequent solicitation response of the defaulting Offeror will be considered in future bids until the assessed charge has been satisfied.
11. **HOLD HARMLESS:** All respondents to this proposal shall indemnify and hold harmless Colleton County Government and any of their officers and employees from all suits and claims alleged to be a result of this request for bids. The issuance of this request of bids constitutes only an invitation to present a bid. Colleton County reserves the right to determine, at its sole discretion, whether any aspect of a respondent's submittal meets the criteria in this request for proposals. Colleton County also reserves the right to seek clarifications, to negotiate with any vendor submitting a response, to reject any or all responses with or without cause, and to modify the procurement process and schedule.
12. **CANCELLATION:** In the event that this request for proposals is withdrawn or the project canceled for any reason, Colleton County shall have no liability to any respondent for any costs or expenses incurred in connection with this request for bids or otherwise.
13. **COLLETON COUNTY PURCHASING ORDINANCE:** The Request of Proposals is subject to the provisions of the Colleton County Purchasing Ordinance and any revisions thereto, which are hereby incorporated into this request for bids in their entirety except as amended or superseded within. This ordinance can be found at https://www.municode.com/library/sc/colleton_county/codes/code_of_ordinances under Title 3 - Revenue and Finance.
14. **FAILURE TO SUBMIT ALL MANDATORY FORMS:** Failure to submit all the mandatory forms from this request of proposals shall be just cause for the rejection of the qualification package. However, Colleton County reserves the right to decide, on a case by case basis, in its sole discretion, whether or not to reject such a bid as non-responsive.

15. CONTRACT AWARD:
 - a. This solicitation and submitted documents, when properly accepted by Colleton County shall constitute an agreement equally binding between the successful Offeror and the County. No oral statement of any person shall modify or otherwise change, or affect the terms, conditions or specifications stated in the resulting agreement. The County shall not be legally bound by any amendment or interpretation that is not fully executed by both parties in writing.
16. CONTRACT ADMINISTRATION: Questions or problems arising after award of an agreement shall be directed to the Procurement Manager by calling (843) 782-0504. Copies of all correspondence concerning this solicitation or resulting agreement shall be sent to the Colleton County Capital Projects & Purchasing Department at 113 Mable T. Willis Blvd., Walterboro, SC 29488.

F. GENERAL CONTRACTUAL REQUIREMENTS

1. OFFEROR'S COOPERATION: The Offeror shall maintain regular communications with the Project Manager and shall actively cooperate in all matters pertaining to this contract.
2. RESPONSIBILITY: The Offeror shall at all times observe and comply with all federal, state, local and municipal laws, ordinances, rules and regulations in any manner affecting the contract.
3. INDEMNIFICATION: Except for expenses or liabilities arising from the negligence of the County, the Offeror hereby expressly agrees to indemnify and hold the County harmless against any and all expenses and liabilities arising out of the performance or default of any resulting agreement or arising from or related to the Work as follows:

Offeror expressly agrees to the extent that there is a causal relationship between its negligence, action or inaction, or the negligence, action or inaction of any of its employees or any person, firm, or corporation directly or indirectly employed by the Offeror, and any damage, liability, injury, loss or expense (whether in connection with bodily injury or death or property damage or loss) that is suffered by the County and its employees or by any member of the public, to indemnify and save the County and its employees harmless against any and all liabilities, penalties, demands, claims, lawsuits, losses, damages, costs, and expenses arising out of the performance or default of any resulting agreement or arising from or related to the equipment. Such costs are to include defense, settlement and reasonable attorneys' fees incurred by the County and its employees. This promise to indemnify shall include bodily injuries or death occurring to Offeror's employees and any person, directly or indirectly employed by Offeror (including without limitation any employee of any subcontractor), the County's employees, the employees of any other independent contractor, or occurring to any member of the public. When the County submits notice, Offeror shall promptly defend any aforementioned action.

The prescribed limits of insurance set forth herein shall not limit the extent of the Offeror's responsibility under this Section. The terms and conditions contained in this Section shall survive the termination of any resulting agreement or the suspension of the Work hereunder. Additionally, the

County will not provide indemnity to the successful OFFEROR. Failure to comply with this section may result in your request for proposal to be deemed non-responsive.

4. **FORCE MAJEURE:** The Offeror shall not be liable for any excess costs if the failure to perform the resulting agreement arises out of causes beyond the control and without fault or negligence of the Offeror. Such causes may include, but are not restricted to acts of God or of the public enemy, acts of the Government in either its sovereign or contractual capacity, fires, floods, epidemics, quarantine restrictions, strikes, freight embargoes, and unusually severe weather; but in every case the failure to perform must be beyond the control and without the fault or negligence of the contractor. If the failure to perform is caused by default of a subcontractor, and if such default arises out of causes beyond the control of both the Offeror and subcontractor and without excess costs for failure to perform, unless the supplies or services to be furnished by the subcontractor were obtainable from other sources in sufficient time to permit the contractor to meet the required delivery schedule.
5. **ARBITRATION:** Under no circumstances and with no exception will Colleton County act as arbitrator between the Offeror and any sub-contractor.
6. **PUBLICITY RELEASES:** Offeror agrees not to refer to award of this contract in commercial advertising in such a manner as to state or imply that the products or services provided are endorsed or preferred by the County. The Offeror shall not have the right to include the County's name in its published list of customers without prior approval of the County Administrator. With regard to news releases, only the name of the County, type and duration of any resulting agreement may be used and then only with prior approval of the County. The Offeror also agrees not to publish, or cite in any form, any comments or quotes from the County's staff unless it is a direct quote from the Procurement Manager.
7. **GOVERNING LAWS:** Any agreement arising from this solicitation shall be governed by the laws of the State of South Carolina and any and all disputes arising out of said agreement shall, if litigation is necessary, be litigated only in a Circuit Court for the Fourteenth Judicial Circuit sitting in Colleton County, South Carolina. The prevailing party shall be entitled to attorney's fees and all costs of said litigation.
8. **ASSIGNMENT:** The Offeror shall not assign in whole or in part any agreement resulting from this Request for Proposals without the prior written consent of the County. The Offeror shall not assign any money due or to become due to him under said agreement without the prior written consent of the County.
9. **AFFIRMATIVE ACTION:** The successful Offeror will take affirmative action in complying with all Federal and State requirements concerning fair employment and treatment of all employees, without regard or discrimination by reason of race, color, religion, sex, national origin or physical handicap.
10. **GOVERNING LAWS:** Any contract resulting from this request for proposals shall be governed in all respects by the laws of the State of South Carolina and any litigation with respect thereto shall be brought in the courts of the State of South Carolina.
11. **BONDS:** Payment and Performance Bonds are not required for this request for proposals.

12. OWNERSHIP OF MATERIAL: Ownership of all data, material, and documentation originated and prepared for the County pursuant to this contract shall belong exclusively to the County.

All proposals sent by mail should be sent certified mail or by courier with signature required to ensure delivery.

On behalf of Colleton County, I thank you for your time and consideration to respond to this Request for Proposal and look forward to receipt of a proposal from your Bank.

*Jon Carpenter, CPA
Finance Director*



jcarpenter@colletoncounty.org

843.549.5716 ext. 1236



RFP: FIN-09
TAX EXEMPT LEASE PURCHASE FINANCIAL SERVICES
PROPOSAL RESPONSE FORM

This form must be returned with proposal response

- 1. **Interest Rate:** 3 Year: _____%
- 2. **Lease Factor:** 3 Year: _____
- 3. **Annual Interest Payments:** Years 1-3: \$ _____
- 4. **Annual Principal Payments:** Years 1-3: \$ _____
- 5. **Closing Costs** 3 Year: \$ _____ (If applicable)

Preferred Funding Date: **February 28, 2017** Offeror's Funding Date: _____

Details: _____

Financial Institution

Authorized Signature



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**TAX EXEMPT LEASE PURCHASE FINANCIAL SERVICES
CERTIFICATE OF FAMILIARITY**

This form must be returned with proposal response

The undersigned, having fully familiarized him/her with the information contained within this entire solicitation and applicable amendments, submits the attached response, and other applicable information to the County, which I verify to be true and correct to the best of my knowledge. I further certify that this response is made without prior understanding, agreement, or connection with any corporation, Offeror or person submitting a response for the same materials, supplies or equipment, and is in all respects, fair and without collusion or fraud. I agree to abide by all conditions set forth in this solicitation and certify that I have signature authority to bind the company listed herein.

MAILING ADDRESS

_____	_____
Name	Title
_____	_____
Mailing address	City, State, Zip
_____	_____
Date	Phone Number/Fax Number

REMITTANCE ADDRESS

_____	_____
Financial Institution	Authorized Signature
_____	_____
Address	E-Mail Address
_____	_____
City, State, Zip	Phone Number
_____	_____
Federal Tax ID number	SC Sales Tax Number



RFP: FIN-09
TAX EXEMPT LEASE PURCHASE FINANCIAL SERVICES
"NO RESPONSE" FORM

To submit a **"No Response"** for this project, this form must be completed for your company to remain on our bidders list for commodities/services referenced. If you do not respond your name may be removed from this bidders list.

Please check statement(s) applicable to your "No Bid" response --

- Specifications are restrictive
- Specifications are ambiguous (specify below in Comments section)
- We are unable to meet specifications
- We are unable to meet lease requirements
- We are unable to meet insurance requirements
- We do not offer this product or service
- Remove us from your vendor list for this commodity/service
- Other (specify below in the Comments section)

Comments _____

Company Name (as registered with the IRS)

Authorized Signature

Correspondence Address

Printed Name

City, State, Zip

Title

Date

_____/_____
Phone number Fax number



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**TAX EXEMPT LEASE PURCHASE FINANCIAL SERVICES
EQUIPMENT LIST/SPECIFICATIONS**

SCHEDULE A

1	Fire Rescue	Ambulance Remount
2	Fire Rescue	Ambulance Remount
3	Fire Rescue	Ambulance Remount
4	Sheriff	Police Cruiser
5	Sheriff	Police Cruiser
6	Sheriff	Police Cruiser
7	Sheriff	Police Cruiser
8	Sheriff	Police Cruiser
9	Roads and Bridges	Mini Excavator
10	Fire Rescue	Heavy Duty 4X4 Crew Cab Truck, winch, lights, decals, up-fit
11	Roads and Bridges	Motor grader
12	Economic Development	SUV/ Light Truck
13	Fleet Management	Heavy Duty Service Truck w/crane, air compressor, lights, winch,
14	Recreation	GreensPro 1240 w/Maintenance Cart
15	Roads and Bridges	KW Dump Truck. Triaxle, OX bodies
16	Facilities Management	50HP Tractor with Bucket and Backhoe Attachment
17	Planning and Development	Full Size 4X4 Extended Cab Truck
18	Roads and Bridges	Heavy Duty 4X4 Truck, winch, tool box, lights
19	Coroner's Office	SUV, winch, lights, up-fit
19	Solid Waste	KW Tractor T880 (x2)
20	Solid Waste	KW Tractor T880 (x2)