



**CITY COUNCIL  
COMMUNICATION:**

**ITEM \_\_\_\_\_**

**02-102**

**OFFICE OF THE CITY MANAGER  
CITY OF DES MOINES, IOWA**

**AGENDA:**

FEBRUARY 18, 2002

**SYNOPSIS -**

Setting the date of hearing for Supplement No. 6 to the City's Master Lease-Purchase Agreement for the purchase of three automated side-loading refuse trucks.

**SUBJECT:**

MASTER LEASE-  
PURCHASE  
AGREEMENT FOR  
AUTOMATED  
REFUSE TRUCKS

**FISCAL IMPACT -**

The estimated cost for the equipment to be leased is \$425,000. However, there is no fiscal impact on the City's General Fund. All cost associated with this financing will be paid by the City's Solid Waste Enterprise Fund.

**TYPE:**

**RESOLUTION**  
ORDINANCE  
RECEIVE/FILE

**RECOMMENDATION -**

**Approval.**

**SUBMITTED BY:**

MERRILL R.  
STANLEY  
FINANCE  
DIRECTOR

**BACKGROUND -**

On November 1, 1999, by Roll Call No. 99-3389 and 99-3425, City Council approved the selection of Banc (sic) of America Leasing & Capital, LLC (317 6th Avenue, Des Moines; Hugh McColl Jr., Chairman and CEO), as the City's Master Lease-Purchase provider for a three-year term with two one-year renewal options. There have been five lease-purchase actions under the contract involving equipment purchased for the Airport and Stormwater Utility.

The cost for each lease-purchase financing is determined based on the interest rate computed as a fixed percentage of the Treasury Note Index. The actual interest rate is set based on the lowest applicable U.S. Treasury security of like maturity as published in the Wall Street Journal at the close of business five business days before the date of the Supplement. The Supplement is the document issued under the Master Lease-Purchase Agreement for each financing.

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