

**CITY COUNCIL  
COMMUNICATION:**

**03-337**

**AGENDA:**

JULY 14, 2003

**SUBJECT:**

SUPPLEMENT NO. 13  
TO MASTER LEASE-  
PURCHASE  
AGREEMENT FOR  
REFUSE TRUCKS

**TYPE:**

**RESOLUTION**  
ORDINANCE  
RECEIVE/FILE

**SUBMITTED BY:**

MERRILL R. STANLEY  
FINANCE DIRECTOR

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

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

**SYNOPSIS —**

Public hearing and approval of Supplement No. 13 to the City's Master Lease-Purchase Agreement for the purchase of four automated refuse trucks to be used by the Public Works Department.

**FISCAL IMPACT —**

The cost for the equipment to be leased is \$509,396 plus interest; however, there is no fiscal impact on the City's General Fund. All costs associated with this financing will be paid by the City's Solid Waste Enterprise Fund. The cost for each lease-purchase financing is determined based on an 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.

**RECOMMENDATION —**

**Approval.**

**BACKGROUND —**

On November 1, 1999, by Roll Call No. 99-3389 and 99-3425, the City Council approved the selection of Banc (sic) of America Leasing & Capital, LLC, as the City's Master Lease-Purchase provider for a three-year term with two one-year renewal options. There have been 12 lease-purchase actions under this contract involving equipment purchased for the Airport, Solid Waste, and Stormwater Utility. The Supplement is the document issued under the Master Lease-Purchase Agreement for each financing. The total cumulative amount for all lease-purchase supplements equals \$7,763,393.75.

The acquisition of the refuse trucks to be leased under this agreement is a major step in the automation of solid waste collection. This lease supplement is related to the truck purchase to also be approved on this Council agenda.

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<u>Supplement No.</u>	<u>Amount</u>	<u>Fund Source</u>
1	\$ 161,000.00	Stormwater
2	359,739.00	Airport
3	499,119.00	Airport
4	331,955.00	Airport
5	806,457.00	Airport
6	354,656.00	Solid Waste
7	81,268.75	Solid Waste
8	934,722.00	Solid Waste
9	805,345.00	Airport
10	335,946.00	Solid Waste
11	393,690.00	Solid Waste
12	2,190,100.00	Solid Waste
13	<u>509,396.00</u>	Solid Waste
Total	<u>\$7,763,393.75</u>	

