

CITY COUNCIL
COMMUNICATION:

03-563

AGENDA:

DECEMBER 8, 2003

SUBJECT:

SUPPLEMENT NO. 14
TO MASTER LEASE-
PURCHASE
AGREEMENT FOR
AUDIO/VISUAL
EQUIPMENT

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 for Supplement No. 14 to the City's Master Lease-Purchase Agreement for the leasing and subsequent purchase of audio/visual equipment to be used by the Public Information Office. Council authorization to proceed and award bid for purchase is requested.

FISCAL IMPACT —

The estimated cost for the equipment to be purchased is \$51,500 plus interest. All costs associated with this financing will be paid by an annual appropriation in the City's Public Information Office, a division of the General Fund. The cost for the lease-purchase financing is 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 13 lease-purchase supplements under this contract involving equipment purchased for the Airport, Solid Waste, and Stormwater Utility. A 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.

<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

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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>	

Supplement No. 14 will be used to lease/purchase audio/visual equipment, which will enable the Public Information Office to replace broken equipment and continue to efficiently communicate and improve service to its customers. The equipment will also give Public Information Office staff limited remote capabilities using an off-site computer. Bids for the equipment were received on September 23, 2003.

