



Council Communication

Office of the City Manager

Date

January 8, 2006

Agenda Item No. 23-1
Roll Call No. 07-
Communication No. 07-025
Submitted by: Allen McKinley, Finance
Director

AGENDA HEADING:

Setting date for a Public Hearing for Supplement B-8 to the City's Master Lease-Purchase Agreement for the purchase of various vehicles and equipment for the Police Department.

SYNOPSIS:

Recommend approval to set date of Public Hearing for January 22, 2007, to consider lease-purchasing vehicles and equipment for the Police Department. Council will approve the acquisition of each vehicle and piece of equipment at a subsequent council meeting. This action initiates the financing process so that it will align with the anticipated acquisition approvals.

FISCAL IMPACT:

Amount: Not to exceed \$700,000 plus interest.

Funding Source: 2006-07 Operating Budget, page 204, FIN905200

ADDITIONAL INFORMATION:

Each year, the Police Department replaces vehicles and equipment that have exceeded their useful life. The replacements will be financed over a three-year period.

Under a prior lease arrangement with Banc of America, the City Council approved sixteen lease supplements totaling \$8,559,015.22 as a means to provide flexible and affordable financing for City equipment. Under the current lease arrangement, the City Council has approved five lease supplements that total \$2,275,006.01

PREVIOUS COUNCIL ACTION(S):

Date: October 25, 2004

Roll Call Number: 04-2279

Action: Master Lease-Purchase Agreement Form and Provider to Banc of America Leasing & Capital, LLC. ([Council Communication No. 04-530](#)) Moved by Hensley to approve. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- Hearing and approval of Master Lease Supplement B-8
- Award of bids for various police equipment and vehicles