



Council Communication

Office of the City Manager

Date:	February 14, 2011
Agenda Item No.	63C-1
Roll Call No.	<u>11-0240</u>
Communication No.	<u>11-074</u>
Submitted by:	Allen McKinley, Deputy City Manager

AGENDA HEADING:

Setting date for public hearing on a municipal lease for the purchase of three catch basin cleaners for the Public Works Department.

SYNOPSIS:

Setting date for public hearing on February 28, 2011, to consider lease-purchasing three catch basin cleaners for the Public Works Department. This action initiates the financing process for this equipment acquisition.

FISCAL IMPACT:

Amount: Not to exceed \$1,150,000, plus interest.

Funding Source: FY 2011 Operating Budget, Sewer Maintenance, Sanitary Sewer Fund, EN101, PWK071000, page 262.

ADDITIONAL INFORMATION:

The City utilizes the lease-purchase program to finance vehicles and equipment as a means to avoid large one-time expenditures. Previously, the City utilized a master lease agreement that was awarded under a separate contract. However, due to changes in the economy over the past few years, the City has not been able to secure a master lease relationship with a financial institution through the request for proposals (RFP) process. In accordance with the City's procurement ordinance, the City can negotiate a lease purchase arrangement when the RFP process yielded no responses. As such, the Finance Department intends to negotiate a lease purchase arrangement with the vendor who is awarded the equipment contract.

PREVIOUS COUNCIL ACTION(S): NONE

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

Hearing to consider lease purchase of three catch basin cleaners.

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to cityclerk@dmgov.org.