

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: June 27, 2011
	Agenda Item No. 38A&B Roll Call No. [_____] Communication No. <u>11-426</u> Submitted by: Allen McKinley, Deputy City Manager

AGENDA HEADING:

Authorizing execution and delivery of a Supplement No. 1, in the principal amount of \$942,038 and Supplement No. 2 in the principal amount of \$1,147,482 to the governmental lease-purchase master agreement between the City of Des Moines and Wells Fargo Bank, N.A.

SYNOPSIS:

Council previously approved the acquisition of snow plow trucks and catch basin cleaners and also held public hearings on the financing of those acquisitions through a lease purchase arrangement. This action will complete the process to finance the acquisitions through the master lease agreement that is also being approved on tonight’s agenda.

FISCAL IMPACT:

Amount: \$942,038 plus interest-snow plow trucks and \$1,147,482 plus interest-catch basin cleaners

Funding Source: DS001 FIN900100 Debt Service Administration and EN101 PWK070413 Sanitary Sewer Debt, Capital, and ROI.

ADDITIONAL INFORMATION:

In February, 2011 public hearings were held to consider lease purchases of the above equipment. The lease purchase arrangements are consistent with the planned financing of the equipment acquisition. Supplement 1 is related to 6 snow plow trucks to be used by Public Works – Street Maintenance with a bid price of \$942,038. Supplement 2 is related to 3 catch basin cleaners to be used by Public Works – Sewer Maintenance with a bid price of \$1,147,482/

PREVIOUS COUNCIL ACTION(S):

Date: February 28, 2011

Roll Call Number: 11-0336

Action: [On](#) lease-purchase agreement for acquisition of six dump trucks, not to exceed \$945,000. ([Council Communication No. 11-137](#)) **Moved by Coleman to adopt. Motion Carried 7-0.**

Date: February 28, 2011

Roll Call Number: 11-0340

Action: [Hearing](#) on lease-purchase agreement for acquisition of the catch basin cleaner trucks, not to exceed \$1,150,000. ([Council Communication No. 11-138](#)) **Moved by Coleman to adopt. Motion Carried 7-0.**

Date: February 28, 2011

Roll Call Number: 11-0338

Action: [Approving](#) bid from O'Halloran International Inc. for three (3) replacement catch basin cleaner trucks for use by the Public Works Department, \$1,147,482. (Six bids mailed, five received). ([Council Communication No. 11-118](#)) **Moved by Coleman to adopt; refer to the City Manager to review the bidding process. Motion Carried 7-0.**

Date: August 23, 2010

Roll Call Number: [10-1394](#)

Action: [O'Halloran](#) International (Jim O'Halloran/President) and Peterbilt of Des Moines (Brad Wilson/President) for various replacement heavy duty trucks to be used by the Public Works Department, \$2,385,926. (Six bids mailed, four received). ([Council Communication No. 10-538](#)) **Moved by Hensley to adopt. Motion Carried 7-0.**

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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