

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: May 5, 2014
	Agenda Item No. 21 Roll Call No. <u>14-0694</u> Communication No. <u>14-218</u> Submitted by: Scott E. Sanders, Assistant City Manager / Finance Director

AGENDA HEADING:

Setting date for public hearing on a municipal lease for the purchase of five (5) tandem-axle dump trucks, one (1) single-axle crew cab dump truck, one (1) truck with aerial platform lift, one (1) tandem-axle semi-tractor, and one (1) rubber-tired loader for Public Works and Engineering Departmental use.

SYNOPSIS:

A public hearing will be held on the lease-purchase of five (5) tandem-axle dump trucks, one (1) single-axle crew cab dump truck, one (1) truck with aerial platform lift, one (1) tandem-axle semi-tractor, and one (1) rubber-tired loader for the Public Works and Engineering Departments.

FISCAL IMPACT:

Amount: Not to exceed \$1.2 million, plus interest.

Funding Source: Fiscal Year (FY) 2015 Operating Budget, Debt Service Fund, ND400, page 91

ADDITIONAL INFORMATION:

The City utilizes the lease purchase program from time to time to finance vehicles and equipment as a means to avoid large one-time cash expenditures. Most recently, the City utilized the master lease agreement to purchase nine (9) dump trucks, an asphalt paver, and a compact motor grader for use by the Public Works Department. These current replacement trucks represent the large vehicle needs for the next 12 months with the next group of lease-purchased trucks expected early in 2015. Smaller vehicles will be purchased on a pay-as-you-go basis with available budgeted cash.

PREVIOUS COUNCIL ACTION(S):

Date: July 23, 2012

Roll Call Number: [12-1170](#)

Action: [Authorizing](#) execution and delivery of Supplement No. 3 in the principal amount of \$1,880,000 to the Government Lease-Purchase Master Agreement with Wells Fargo Bank, N.A. ([Council Communication No. 12-403](#)) Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

Hold hearing to consider lease-purchase of the nine (9) trucks and accept bids for the same over the next two (2) months.

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 first 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.