



Roll Call Number

21-1748

Agenda Item Number

36

Date November 15, 2021

**HEARING AND RESOLUTION TAKING ACTION ON THE PROPOSITION TO
AUTHORIZE AND ENTER INTO A LEASE PURCHASE AGREEMENT IN THE
PRINCIPAL AMOUNT NOT TO EXCEED \$54,455 FOR THE PURPOSE OF ACQUIRING
CERTAIN ITEMS OF EQUIPMENT CONSISTING OF A FORD E-TRANSIT
CARGO VAN 350 ELECTRIC VEHICLE**

WHEREAS, it is deemed necessary and advisable that the City of Des Moines, Iowa ("City") shall enter into a Lease Purchase Agreement with Texas Capital Bank, N.A. in the principal amount of not to exceed \$54,455 (the "Agreement" or "Lease Purchase Agreement") as authorized by Iowa Code Sections 364.4 and 384.25 for the purpose of providing funds to pay costs of acquiring the equipment as hereinafter described; and,

WHEREAS, the term of the proposed Agreement will not exceed the economic life of the property to be acquired; and,

WHEREAS, the proposed Agreement shall be payable solely out of the City's general fund and will not cause the total annual lease or lease-purchase payments due from the general fund in any single future fiscal year for all lease or lease-purchase contracts currently enforced to exceed ten percent of the last certified general fund budget amount; and,

WHEREAS, a copy of the proposed Agreement is on file in the Office of the City Clerk which provides that the City shall pay 24 monthly payments of principal and accrued interest with an option for the City to purchase the vehicles for the remaining unpaid principal amount after application of appropriate tax credits; and,

WHEREAS, it is in the best interests of the City to acquire the electric vehicle for use in conjunction with City operations; and,

WHEREAS, before the proposed Agreement may be authorized, it is necessary to comply with the provisions of Iowa Code Sections 364.4 and 384.25 and to publish notice of the proposal and of the time and place of the hearing at which the City Council proposes to take action for the authorization of the Agreement and to receive oral and/or written objections from any resident or property owner of the City to such action; and,

(Continued on Page 2)



Roll Call Number

21-1748

Agenda Item Number

36

Date November 15, 2021

Page -2-

WHEREAS, on November 1, 2021, by Roll Call No. 21-1661, the City Council resolved that the proposition to authorize and enter into the Agreement be set down for hearing on November 15, 2021, at 5:00 p.m. in the Council Chambers at City Hall; and,

WHEREAS, due notice of said proposal and the time and place of said hearing was published in the Des Moines Register on November 3, 2021, as provided by law.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa as follows:

1. The public meeting and hearing on the City's proposition to authorize and enter into a Lease Purchase Agreement with Texas Capital Bank, N.A. for the purpose of acquiring certain items of equipment consisting of a Ford E-Transit Cargo Van 350 Electric Vehicle has been duly held at the time and place provided and in accordance with said notice, oral or written objections from residents or property owners of the City have been received and filed.
2. That the time for receiving oral and written objections from any resident or property owner of the City and the hearing be closed and the proposition to authorize and enter into the Lease Purchase Agreement with Lease Servicing Center, Inc. and all objections thereto are taken into consideration by the City Council.
3. The City hereby takes action to authorize, approve and enter into the Lease Purchase Agreement with Texas Capital Bank, N.A. and any other entity for Unit # 15887 pursuant to Quote 15887 from D&M Leasing pursuant to Master Lease Agreement # 001709 dated March 10, 2021 and all incorporated and ancillary documents for the Lease and the City Manager is hereby authorized and directed to sign any documents necessary to complete this transaction.

(Continued on Page 3)



Roll Call Number

21-1748

Agenda Item Number

36

Date November 15, 2021

Page -3-

- 4. The City Manager or his designee is hereby authorized and directed to administer the terms of the Lease Purchase Agreement and the City Manager is authorized at his discretion to provide appropriate notice and exercise the option to purchase the vehicles or exercise the option to return the vehicles at the end of the 24 month lease term as he determines in the best interests of the City and the Finance Director is authorized and directed to make all rental payments and, if applicable, the option purchase payment in accordance with the terms of the Lease Purchase Agreement.

Moved by Mandelbaum to adopt.

APPROVED AS TO FORM:

/s/ Thomas G. Fisher Jr.

Thomas G. Fisher Jr.
Assistant City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE	✓			
BOESEN	✓			
GATTO	✓			
GRAY	✓			
MANDELBAUM	✓			
VOSS	✓			
WESTERGAARD	✓			
TOTAL	7			

MOTION CARRIED

APPROVED

J. M. Jacobson Cownie
Mayor

CERTIFICATE

I, P. Kay Cmelik, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

P. Kay Cmelik

City Clerk