

ORDINANCE/RESOLUTION REQUEST

****Please submit to Mayor's Legislative Team by 5 pm Wednesday**

1. Title: The purpose of the ordinance request is to amend an equipment lease purchase agreement currently in place with Chase Equipment Finance, Inc., (Lessor).

2. Requesting Agency: Department of Finance

3. Contact Person *with actual knowledge of proposed ordinance*

Name:Lupe Gutierrez

Phone:720-913-9370

Email:lupe.gutierrez@denvergov.org

4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary*

Name:Lupe Gutierrez

Phone:

Email:

5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved

a. Scope of Work

The purpose of this ordinance request is to amend a lease purchase agreement entered into by the City on November 6, 2009 with Chase Equipment Finance, Inc. (Contract #CE95038). The amendment consists of modifying Exhibit A- Description of Equipment, at no additional cost to the City. The equipment financed under the lease agreement is being provided by Qwest, who recently informed the City that routers included in the lease agreement have been discontinued and introduced a replacement router model. The modification to the lease agreement would not involve adjusting the current lease amount or other terms of the agreement. Approval of this ordinance request would only allow amending Exhibit A to switch out the routers. Chase Equipment Finance, the Lessor, has been informed of this request and approves the modifications to the lease purchase agreement if approved by Council.

This ordinance is being submitted along with a Technology Services initiated ordinance request to modify the equipment contract with Qwest.

b. Duration

Five year lease

c. Location

d. Affected Council District

e. Benefits

f. Costs

The total cost of the equipment and services is \$3,961,422 and is being financed over a five-year lease purchase provided by Chase Equipment Finance, Inc., (who was selected through a competitive RFP process). The lease purchase transaction is subject to the annual appropriation by the City Council, and if the City makes all annual lease payments, the total amount paid to finance and acquire the proposed improvements will be \$4,310,920. The current capital lease structure allows for the pre-payment of this lease 24 months after the 11/6/2009 closing date.

- 6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.**

No

(Completed by Mayor's Office): Ordinance Request Number:

Date: