



Department of Public Works
 Finance and Administration
 201 W. Colfax Avenue, Dept. 611
 Denver, CO 80202
 p: 720-913-1772
 f: 720-913-1805
 www.denvergov.org/publicworks

Executive Summary

An ordinance to authorize Public Works enter into contract with Transwest to acquire three (3) aerial bucket trucks, financed through a companion capital lease purchase agreement with All American Investment Group.

This ordinance request is being submitted to comply with the City’s Charter which requires Council approval of any agreement in excess of \$500,000. The Department of Public Works is requesting approval to enter into Contract with Transwest to acquire 3 replacement aerial bucket trucks that will be used to install overhead signage on highways and signal poles. The timing of the vehicles is necessary to replace dated vehicles and prepare for the upcoming summer maintenance activities.

Public Works will be acquiring a total of 4 bucket trucks; however this ordinance only seeks approval of the Transwest contract for 3 of the 4 bucket trucks. No ordinance is required for the hybrid aerial truck being acquired from OJ Watson because its cost is less than \$500,000. (However, please note that the companion lease purchase agreement does include all 4 aerial bucket trucks).

Transwest was selected through a competitive bid process. The cost of the three (3) aerial bucket trucks is \$518,495, and the proposed contract term will be 2010-2014. The vehicles will be financed through a capital lease agreement coordinated by the Department of Finance. The financing structure will consist of a 4-year capital lease with total financing costs of approximately \$665,421.42. The programmed funding source for the vehicles is the Planned Fleet Replacement Fund, annual lease payments will be made from this fund.

Vendor	Contract Control #	Vehicle Description	Cost
Transwest Trucking	XC90679	Sixty Foot Hybrid Aerial Rear Mount Bucket Truck	\$ 181,363
Transwest Trucking	XC90679	Thirty Seven Foot Hybrid Aerial Bucket Truck	\$ 168,566
Transwest Trucking	XC90679	Thirty Seven Foot Hybrid Aerial Bucket Truck	\$ 168,566
OJ Watson	XC901091	Hybrid Overhead Aerial Platform Sign Truck	\$ 229,205
Total Cost of 4 Trucks			\$ 747,700
Down Payment (2010 budgeted amount from Planned Fleet Replacement Fund)			\$ (144,700)
Total to be Financed over 4 years			\$ <u>603,000</u>

