

ORDINANCE/RESOLUTION REQUEST

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

1. **Title: An ordinance to authorize the Manager of Finance to provide financing through a capital lease purchase transaction on behalf of Public Works to acquire 4 aerial bucket trucks.**

2. **Requesting Agency: Department of Finance**

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

Name:Lupe Gutierrez

Phone:720-913-9370

Email:

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**

This ordinance request seeks approval to finance the acquisition of four bucket trucks through a capital lease purchase transaction on behalf of the Department of Public Works.

The total cost of the trucks is \$747,700. Public Works has budgeted \$144,700 in 2010 that will be used as a down payment (payment in lieu of 2010 rental payment) and will only include in its lease payments the principal balance of \$603,000. Three (3) of the bucket trucks will be acquired from Transwest and a hybrid bucket truck will be acquired from OJ Watson. All American Investment Group (AAIG) will own the vehicles and lease them to the City, unless and until the City purchases them. The proposed financing structure will consist of a four-year lease purchase transaction with annual lease payments of approximately \$165,142.86. If the City makes all annual lease payments, the total amount paid to lease and acquire the vehicles will be approximately \$665,421.42. This includes principal, interest and a one time closing fee of \$4,850. The lease purchase transaction is subject to the annual appropriation by the City Council.

This ordinance is being submitted along with a Public Works initiated ordinance request that seeks approval to enter into contract with equipment vendor, Transwest for the 3 bucket trucks. A separate contract will be entered into with OJ Watson, but no ordinance request is necessary for its hybrid aerial truck because it is less than \$500,000.

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.

b. **Duration**

c. Location

d. Affected Council District

e. Benefits

f. Costs
\$747,700

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

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

Date: