

GENERAL FACT SHEET

BILL NUMBER 03-150

BRIEF TITLE	APPROVAL DEADLINE	REASON
Lease Agreement for 627G Scaper		

DETAILS

POSITIONS/RECOMMENDATIONS

<p>To accept and approve a three-year/6,000 hour lease agreement, with a purchase option, between the City and Caterpillar Financial Services Corporation for a 627G Caterpillar Scaper for use by the Public Works & Utilities, Wastewater Division, at the landfill.</p>	Sponsor	Public Works & Utilities
	Program Departments, or Groups Affected	
	Applicants/ Proponents	<p>Applicant</p> <p>City Department</p> <p>Other</p>
	Opponents	<p>Groups or Individuals</p> <p>Unknown</p> <p>Basis of Opposition</p>
<p>Discussion (Including Relationship to other Council Actions)</p> <p>In leasing the scraper Public Works is controlling the depreciation liability through a fixed residual or buy-out cost. It allows the department to completely evaluate all factors associated with providing equipment at the lowest overall cost prior to making a purchase commitment. By making a purchase evaluation at the end of the lease term all pertinent information required to make an informed decision is available. This results in the department's ability to provide a dependable scraper to the landfill operation in the most cost effective manner.</p>	Staff Recommendations	<input checked="" type="checkbox"/> For <input type="checkbox"/> Against Reason Against
	Board or Commission Recommendation	BY <input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No Action Taken <input type="checkbox"/> For with revisions or conditions (See Details column for conditions)
	CITY COUNCIL ACTIONS (For Council Use Only)	<input type="checkbox"/> Pass <input type="checkbox"/> Pass (As Amended) <input type="checkbox"/> Council Sub. <input type="checkbox"/> Without Recommendation <input type="checkbox"/> Hold <input type="checkbox"/> Do not Pass

DETAILS

POLICY/PROGRAM IMPACT

	POLICY OR PROGRAM CHANGE	<input type="checkbox"/> NO <input type="checkbox"/> YES <u>Equipment of this nature in the past has been purchase outright.</u> _____ _____
	OPERATIONAL IMPACT ASSESSMENT	_____ _____ _____
	FINANCES	
	COST AND REVENUE PROJECTIONS	COST of total project: 3 annual payments of \$ 78,061.45 with a residual buyout value of \$320,000.00 COST of this Ordinance/ Resolution \$ _____
		RELATED annual operating Costs \$ _____
		INCREASE REVENUE EXPECTED/YEAR \$ _____
SOURCE OF FUNDS	CITY [Approximately] Landfill Operations \$ _____ % _____ \$ _____ % _____ \$ _____ % NON CITY [Approximately] none \$ _____ % _____ \$ _____ % _____ \$ _____ %	
	BENEFIT COST <input type="checkbox"/> Front Foot Assessment Average <input type="checkbox"/> Square Foot \$ _____ \$ _____	

APPLICABLE DATES:

FACT SHEET PREPARED BY: Don W. Taute, Law Dept.

REVIEW BY: Allan Abbott *Allan Abbott*

REFERENCE NUMBER