



Legislation Text

File #: Res. 2021-111R, **Version:** 1

AGENDA CAPTION:

Consider approval of Resolution 2021-111R, approving an addendum to the Master Lease-Purchase Financing Agreement with Santander Inc. to add a tractor, trailer, roadway patcher, and two dump trucks for use by the Streets Division of the Public Works Department to be financed under the agreement in the amount of \$793,977.94, inclusive of interest, for a seven-year term; authorizing the City Manager or his designee to execute all appropriate documents associated with this transaction; and declaring an effective date.

Meeting date: July 6, 2021

Department: Public Works Department, Sabas Avila, Interim Director (by Lynda Williams, Purchasing Manager)

Amount & Source of Funding

Funds Required: \$113,425.42 October 1, 2021 (FY22)

Account Number: 10001280.52112

Funds Available: \$28,092.55 (FY21)

Account Name: Vehicle/Equipment Finance Payments

Fiscal Note:

Prior Council Action: [Click or tap here to enter text.](#)

City Council Strategic Initiative: [Please select from the dropdown menu below]

Choose an item.

Choose an item.

Choose an item.

Comprehensive Plan Element (s): [Please select the Plan element(s) and Goal # from dropdown menu below]

☐ Economic Development - Choose an item.

☐ Environment & Resource Protection - Choose an item.

☐ Land Use - Choose an item.

☐ Neighborhoods & Housing - Choose an item.

- ☐ Parks, Public Spaces & Facilities - Choose an item.
- ☐ Transportation - Choose an item.
- ☒ Core Services
- ☐ Not Applicable

Master Plan: *[Please select the corresponding Master Plan from the dropdown menu below (if applicable)]*

Choose an item.

Background Information:

Under separate Agenda Item on this date July 6, 2021, are the following equipment to be purchased and financed: Dumptruck (2) and Tractor from Rush Truck Centers, Trailer from Cooper Equipment Co., and a Roadway Patcher from Santex Truck Center.

The City received proposals to finance the listed equipment for the Transportation Division, Public Works Department. Of proposals received with the best interest rate, Santander, Inc offered an interest rate of 1.69% for a seven (7) year term. The total amount of the equipment of \$752,890.60 plus interest of \$41,087.34 equals the total amount to be financed and paid by the City is \$793,977.94 at the conclusion of the seven-year agreement. Payments will be made annually with the first payment due October 1, 2021 (FY22).

Council Committee, Board/Commission Action:

Click or tap here to enter text.

Alternatives:

Click or tap here to enter text.

Recommendation:

Recommend approving an equipment addendum which amends the financed purchase agreement between the City and Santander Bank.