



## AGENDA MEMORANDUM

Future Item for the City Council Meeting of February 10, 2015  
Action Item for the City Council Meeting of February 17, 2015

**DATE:** February 10, 2015

**TO:** Ronald L. Olson, City Manager

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### Lease-Purchase of Rescue Pumper

#### **CAPTION:**

Motion approving the lease-purchase of one (1) rescue pumper from Siddons-Martin Emergency Group, Houston, Texas for a total amount of \$599,750.00, of which \$10,607.00 is required for the remainder of FY 2014-2015. The award is based on the cooperative purchasing agreement with the Texas Local Government Purchasing Cooperative (TLGPC). Financing for the lease-purchase will be provided through the City's lease-purchase financing contractor.

#### **PURPOSE:**

The pumper will be used by the Fire Rescue Division of the Fire Department for emergency response services.

#### **BACKGROUND AND FINDINGS:**

This unit will replace an existing pumper unit, allowing Fire Rescue to maintain the current level of service in the community.

#### **ALTERNATIVES:**

None.

#### **OTHER CONSIDERATIONS:**

Financing for the lease-purchase is based on a sixty-month term with an estimated interest rate of 2.36% for an annual payment of \$127,284.00. The total estimated cost over the five-year period, including principal of \$599,750.00 and interest of \$36,670.00, is \$636,420.00.

#### **CONFORMITY TO CITY POLICY:**

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency.

**DEPARTMENTAL CLEARANCES:**

Fire Department

**FINANCIAL IMPACT:**

Operating       Revenue      x Capital       Not applicable

<b>Fiscal Year: 2014-2015</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget		\$1,280,681.52	\$625,813.00	\$1,906,494.52
Encumbered / Expended Amount		\$1,270,074.52	\$0	\$1,270,074.52
This item		\$10,607.00	\$625,813.00	\$636,420.00
BALANCE		\$0	\$0	\$0

Fund(s): General Fund

**Comments:**

**RECOMMENDATION:**

Staff recommends approval of the motion as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Price Sheet