

**AGENDA ITEM**

April 7, 2015

Subject: Public Works Equipment Lease Purchase

Department: Finance

Bids were solicited from eight vendors for the lease purchase of public works equipment as listed in Exhibit A. The results are as follows:

Arvest Bank –Nevada, MO	1.75%
Commerce Bank – St. Louis, MO	1.72%
First National Bank – Nevada, MO	no response
Great Southern Bank – Nevada, MO	2.55%
Heritage State Bank- Nevada, MO	2.20%
Metz Banking Company – Nevada, MO	no response
Tax-Exempt Leasing Corporation – Libertyville, IL	no response
U.S. Bancorp Government Leasing and Finance, Inc. – Denver, CO	1.76%

The Street, Water and Sewer Funds budgeted to lease purchase the following equipment: salt spreader attachments, one ton pickup, backhoe, skid-steer loader and sludge truck. The Street Fund has adequate funds to pay cash for their percentage of the pickup, backhoe and skid-steer and purchase the salt spreader attachments. The remaining balance would be financed and repaid from the Water and Sewer Fund. If approved, the total cash outlay from the Street Fund will be \$71,118.00.

Commerce Bank is the best rate and meets the specifications of our request. The amount to be financed under Exhibit A Option 1 is \$248,138 with an annual payment of \$52,217.49.

General Ledger Accounts:

200-5-4401-319

200-5-4401-320

500-4-6501

500-5-4201-319

500-5-4201-320

500-5-4401-319

500-5-4401-320

## Exhibit A

### Equipment List Option 1

Year	Make and Model	Description	Price
2015	Chevrolet 3500 HD Silverado CK36043	1 ton dually 4x4 crew cab	\$ 41,300.00
2015	John Deere 310 SL Backhoe Loader	backhoe	\$ 83,991.00
2015	Bobcat Skid-Steer Loader S650 T4	skid-steer	\$ 40,595.00
2015	Western Star w/ 3000 carbon steel tank	sludge truck	\$ 137,548.00
		Total	\$ 303,434.00
		Less down payment	\$ 55,296.00
		Total lease purchase	\$ 248,138.00

### Equipment List Option 2

Year	Make and Model	Description	Price
2015	Chevrolet 3500 HD Silverado CK36043	1 ton dually 4x4 crew cab	\$ 41,300.00
2015	John Deere 310 SL Backhoe Loader	backhoe	\$ 83,991.00
2015	Bobcat Skid-Steer Loader S650 T4	skid-steer	\$ 40,595.00
2015	Western Star w/ 3000 carbon steel tank	sludge truck	\$ 137,548.00
2015	Hydraulic Control Salt Spreader	2 salt spreader attachments	\$ 15,822.00
		Total lease purchase	\$ 319,256.00

**BILL NO. 2015-018**

**ORDINANCE NO.**

**A SPECIAL ORDINANCE AUTHORIZING THE CITY OF NEVADA, MISSOURI TO ACCEPT THE BID AND ENTER INTO A LEASE/PURCHASE AGREEMENT WITH COMMERCE BANK FOR THE ACQUISITION OF PUBLIC WORKS EQUIPMENT.**

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF NEVADA, MISSOURI THAT:**

**Section 1.** The City Council hereby authorizes the City of Nevada, Missouri to accept the bid and enter into a lease / purchase agreement with Commerce Bank for the acquisition of Public Works equipment as listed in Exhibit A Option 1 for the amount of \$248,138.00.

**Section 2.** The City Manager is hereby authorized and directed to execute any and all documents associated with the lease / purchase of the equipment for the City of Nevada, Missouri.

**Section 3.** The form of the documentation will be substantially as submitted to and reviewed by the City Council subject however to such improvements and clarifications as are agreed to between the City administration and City Attorney on behalf of the City and Commerce Bank and its legal advisors.

**Section 4.** This Ordinance shall be in full force and effect from and after its final passage.

**PASSED, APPROVED, AND ADOPTED** by the City Council of the City of Nevada, Missouri on this 21<sup>st</sup> day of April, 2015.

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, Mayor

(seal)  
ATTEST:

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Bev Baker, City Clerk