



MEMORANDUM

TO: Mayor and City Council

FROM: Bert Olsen, Finance Director

SUBJECT: APPROVAL OF MUNICIPAL VEHICLE LEASE AGREEMENT

DATE: February 8, 2012

BACKGROUND

The Police Department has leased police vehicles for the past several years. There are two units which are at the end of their lease and will be returned. It is proposed that those vehicles be replaced with 2012 Chevy Tahoe's. Funds to pay for the leased vehicles are in the adopted budget for fiscal year 2011-12. It is a requirement of the leasing company to have the lease/purchase agreement approved by Council action.

RECOMMENDATION

Staff recommends that the City Council adopt the proposed resolution to authorize the City Manager to execute the Municipal Vehicle Lease Agreement for the lease of two 2012 Chevrolet Tahoe police vehicles from Auto Leasing Specialists, LLC.

COST

Budgeted costs associated with the lease of the vehicle; each vehicle is at a cost of approximately \$41,252.25.

Richard Meyers, City Manager

Bert Olsen, Finance Director

RESOLUTION

NO. _____

A RESOLUTION APPROVING THE LEASE OF TWO 2012 CHEVROLET TAHOES FOR THE POLICE DEPARTMENT FROM AUTO LEASING SPECIALISTS, LLC.

WHEREAS, the Police Department requests to lease two 2012 Chevrolet Tahoe Police Vehicles to replace two vehicles in the fleet; and

WHEREAS, the City has sufficient funds to make the lease payments scheduled to come due during the 2011-12 fiscal year; and

WHEREAS, the lease will be for a period of three years, with annual payments of \$27,501.50; and

WHEREAS, the vehicles will be returned to the leasing company at the end of the lease; and

WHEREAS, the City wishes to authorize the City Manager to execute the Municipal Rental Vehicle Agreement with Auto Additions,

NOW, THEREFORE, it is hereby resolved that the City Manager is authorized to execute the Municipal Rental Agreement with Auto Leasing Specialists, LLC for the lease of two 2012 Chevrolet Tahoe police vehicles, for a total price of \$82,504.50 plus a one-time \$350 Documentation Fee.

BE IT FURTHER RESOLVED, that this resolution will take effect immediately upon its passage by the City Council.

PASSED BY THE COUNCIL AND APPROVED BY THE MAYOR THIS 13TH DAY OF FEBRUARY 2012.

Richard Meyers, City Manager

Date: _____

Gary Williams, Mayor

Date: _____

