

(Proposal 14-089)

EM SUBMISSION NO.: EME 3332014

PRESENTED: 6-24-14

ADOPTED: 6-24-14

BY THE EMERGENCY MANAGER:

RESOLUTION TO AIS CONSTRUCTION EQUIPMENT FOR LEASING OF VARIOUS EQUIPMENT

BY THE EMERGENCY MANAGER

RESOLUTION

On March 31, 2014, under resolution # EME2232014, the Emergency Manager authorized the Proper City Official to enter into a five year lease(s) agreement with AIS Construction Equipment for two (2) backhoe loaders and one (1) wheel loader in an amount not to exceed \$48,537.14 annually for five years; and

It was determined that said resolution needs to be rescinded in order to identify the lessor of the lease; and

The Department of Purchases and Supplies is submitting the following corrected resolution for approval;

The Fleet Department is requesting to lease two (2) backhoe loaders and one (1) wheel loader to be used by the Water and Sewer Departments and Street Maintenance Division respectively; and

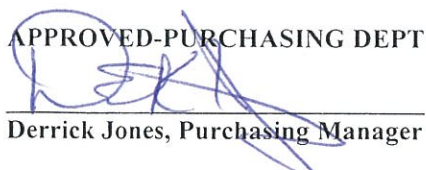
AIS Construction Equipment, 56555 Pontiac Tr., New Hudson, MI has submitted a cost to lease said equipment through John Deere Financial, 6400 NW 86th St., Johnston, IA for a five year period based on a State of Michigan MiDeal contract #071B1300116. The funding to lease this equipment will come from the following account number: 661-451.100-940.000 based on the following dollar allocation of each piece of equipment:

Equipment	No. of Units	No. of Payments	Total Payment (Annually)
Backhoe Loader	2	5	\$ 30,799.88
Wheel Loader	1	5	\$ 18,075.00
Total Annual Payment			\$ 48,874.88

; and

IT IS RESOLVED, that the Proper City Official, upon the Emergency Manager's approval, are hereby authorized to order two (2) backhoe loaders and one (1) wheel loader through AIS Construction Equipment and enter into a five year lease(s) agreement with John Deere Financial for an amount not to exceed \$48,874.88 annually for five years. (Fleet/Central Garage Fund)

APPROVED-PURCHASING DEPT:


Derrick Jones, Purchasing Manager

APPROVED AS TO FINANCE:


Gerald Ambrose, Finance Director

APPROVED AS TO FORM:



Peter M. Bade, City Attorney

EFM DISPOSITION:

ENACT 

REFER TO COUNCIL _____

FAIL _____


Darnell Earley, Emergency Manager
071013 - DFJ

DATED: 6-24-14

RESOLUTION STAFF REVIEW

DATE:

June 23, 2014

Agenda Item Title:

Leasing Equipment

Prepared By:

Derrick Jones

Background/Summary of Proposed Action:

The Fleet Garage is requesting a purchase order for a five (5) year lease of two backhoe tractors and one (1) front end wheel loader to be utilized by the Water Service Center and Street Maintenance Departments. A resolution was submitted and approved on March 31, 2014 for said equipment, however, the resolution needs to be rescinded in order to identify to properly identify the lessor.

Financial Implications:

Budgeted? Yes ☒ No ☐ Please explain if no:

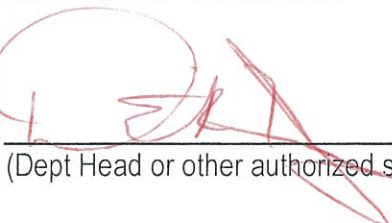
Account No.: 661-451.100-940.000

Pre-encumbered? Yes ☐ No ☒ Requisition # 130001727, 130001713

Other Implications (i.e., collective bargaining):

Staff Recommendation: Approval

Staff Person:


(Dept Head or other authorized staff)