



CITY COUNCIL AGENDA ITEMS

To: Mayor /City Council

From: Dean Rich, Director of Finance
Walter Denton, City Administrator

Date: April 27,225

Subject: Resolution on annual lease/purchase agreements.

List of committees that have reviewed: Finance and Administration

Background: The city has for the last several years found it more economical to lease/purchase common vehicles and equipment than outright purchase. This allows the city to spread the cost of the vehicle/equipment over its useful life rather than charge all the cost up front. Lending institutions and state banking regulations require council approval of these transactions.

Legal Considerations, if any: Section 11-61-3 of Article II of Illinois Municipal Code authorizes these transactions.

Budget Impact: All lease actions are based on approved budget items.

Staff recommendation: Staff recommends Council approval for resolution to authorize the Director of Finance to enter into budget approved vehicle/equipments leases for FY2005/2006.