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**CITY OF TEMPE  
REQUEST FOR COUNCIL ACTION****Council Meeting Date: 10/27/2016  
Agenda Item: 5C14**

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**ACTION:** Adopt a resolution authorizing an equipment lease-purchase agreement and lease schedule with Clayton Holdings, LLC, for the acquisition and lease of golf course equipment for the public benefit. (Resolution No. R2016.108) (Related to Agenda Items 5B22 and 5B23)

**FISCAL IMPACT:** The cost of this lease-purchase financing shall not exceed \$396,000. Out of this cost, \$11,125.05 is related to financing cost. The remaining cost is for the equipment being lease-purchased. Sufficient funds have been appropriated in Golf Fund cost centers 2511 (Rolling Hills Golf Course) and 2512 (Ken McDonald Golf Course) for the anticipated expenditures in the current fiscal year.

**RECOMMENDATION:** Adopt Resolution No. R2016.108.

**BACKGROUND INFORMATION:** The city is seeking approval of the third-party lease financing that would allow for the acquisition of new golf course maintenance equipment, including, without limitation, mowers, utility vehicle, and a tractor for the Rolling Hills and Ken McDonald golf courses. The lease purchase term shall be for four years and the City will own the equipment at the end of the lease. The closing of this lease financing is anticipated to occur in November 2016.

Gust Rosenfeld P.L.C., the city's bond counsel, has reviewed and approved the attached resolution.

**ATTACHMENTS:** Resolution, lease-purchase agreement and lease payment schedule

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