

RESOLUTION NO. _____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AUTHORIZING THE CITY TO ENTER INTO A 10-YEAR LEASE PURCHASE AGREEMENT WITH PNC EQUIPMENT FINANCE, LLC. FOR THE ACQUISITION OF TWO (2) PIERCE ARROW XT TRIPLE COMBINATION PUMPER/FIRE ENGINES, AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE FINAL PURCHASE AND LEASE AGREEMENT

WHEREAS, the Chula Vista Fire Department delivers Fire, Rescue and Emergency Medical Services to Chula Vista residents, visitors, and employees every day; and

WHEREAS, emergency response services are provided with several different types of fire apparatus including triple combination pumper/fire engines, aerial ladder trucks, a heavy rescue, a brush engine and battalion chief vehicles; and

WHEREAS, the Fire Department needs to replace several fire apparatus due to excessive years of service, escalating maintenance costs and safety issues;

WHEREAS, the Fire Department will continue to meet the NFPA standards and increase the reliability of our current fleet with less downtime for mechanical issues and provide a safer response vehicle than our existing fleet; and

WHEREAS, the Fire Department is recommending to enter into 10-year lease purchase agreement with PNC Equipment Finance, LLC for the acquisition of two (2) Piece Triple Combination Pumper/Fire Engine in order to replace existing front line Pumpers, which will be placed into reserve status; and

WHEREAS, the total cost to purchase the two (2) fire pumper/engines is \$1,285,052.75, which will result in annual payments in the amount of \$152,189.03. The total estimated amount paid for these fire engines including interest will be \$1,521,890.30 through the 10-year lease purchase option; and

WHEREAS, the total cost of equipment & outfitting for the engines is \$268,000, of which \$200,000 has already been identified in the Fire Department's FY15-16 Budget; and

WHEREAS, the Fire Department will include the annual costs as part of the regular budget development process in future fiscal years.

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Chula Vista does hereby authorize the City of Chula Vista to enter into:

- 10-year lease purchase agreement with PNC Equipment Finance, LLC for the acquisition of two (2) Pierce Triple Combination Pumper/Fire Engine for a total lease purchase cost of \$1,521,890.30.
- Authorize the City Manager to execute the final purchase and lease agreement documents.

Presented by

Approved as to form by

Jim Geering
Fire Chief

Glen R. Googins
City Attorney