



Date: December 8, 2022
To: Board of Directors
From: Lisa Mundis, Finance Director
Subject: Resolution to enter into a Vehicle Lease Contract to Reimburse the KPPCSD for the purchase of a 2022 Ford Explorer, outfitted for PD use.

Recommendation:

1. Agree to a 5 year lease of \$1,300.05 monthly.
2. Adoption of Resolution No. 2022-30, declaring the intention to reimburse the KPPCSD from the proceeds of financing from USBank Government Lease and Financing.

Rationale for Recommendation:

The Kensington Police Department took possession of a 2022 Ford Explorer purchased from Folsom Lake Ford, which was outfitted with the necessary PD patrol equipment by LEHR. Because the vehicle was received prior to a lease agreement executed, the process to obtain the funds must include a Resolution to declare the KPPCSD will use the proceeds only to reimburse the cost of the vehicle, and will deposit those proceeds into the appropriate fund.

Background:

In 2020, the Board voted to lease three vehicles with an additional two vehicles to be leased at a later date. One additional vehicle was ordered in 2021 and delivered in May 2022, but the US Government Lease Financing documents had not been completed. This agenda item completes the financing process for this additional vehicle.

Fiscal Impact:

Costs to reimburse: \$ 68,061.31 Costs to obtain lease: tbd
5 year lease: \$ 1,300.05 monthly/\$ 15,600.60 annually Total Interest Expense: \$ 9,941.70