

## Prince George's County Council Agenda Item Summary

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**Meeting Date:** 10/26/2010  
**Reference No.:** CB-089-2010  
**Draft No.:** 1  
**Proposer(s):** County Executive  
**Sponsor(s):** Exum, Turner, Bland, Dernoga, Dean, Olson  
**Item Title:** An Act approving a multi-year Lease Financing Agreement for the lease/purchase of Snow Removal Equipment and Fire/EMS Ambulances

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**Drafter:** Joseph R. Hamlin, Office of Law  
**Resource Personnel:** Floyd E. Holt, Deputy Director Office of Central Services

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### LEGISLATIVE HISTORY:

<b>Date Presented:</b>	9/21/2010	<b>Executive Action:</b>	11/15/2010 S
<b>Committee Referral:</b>	9/21/2010 - PSFM	<b>Effective Date:</b>	1/3/2011

**Committee Action:** 9/22/2010 - FAV

**Date Introduced:** 9/28/2010  
**Public Hearing:** 10/26/2010 - 10:00 AM

**Council Action (1)** 10/26/2010 - ENACTED  
**Council Votes:** MB:A, WC:A, SHD:A, TD:A, CE:-, AH:A, TK:A, EO:A, IT:A  
**Pass/Fail:** P  
**Remarks:**

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### AFFECTED CODE SECTIONS:

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### COMMITTEE REPORTS:

#### Public Safety and Fiscal Management

**Date 9/22/2010**

COMMITTEE VOTE: Favorable 4-0 (In Favor: Council Members Exum, Harrison, Dean, and Turner)

This bill will approve the Lease Financing Agreement for the lease/purchase of snow removal equipment for use by the Department of Public Works and Transportation and the Office of Central Service and ambulances for use by Fire/EMS Department. The items to be purchased are 45 pieces of snow removal equipment at an estimated cost of \$5,006,000 and 15 Fire/EMS Ambulances at an estimated cost of \$3,000,000.

Attachment A of the legislation contains a five (5) year lease (FY20011 – FY2016) financing agreement between the County and Grant Capital Management, Inc. (GCM) in which GCM will purchase the snow removal equipment and Fire/EMS Ambulances then lease with the option to purchase, the equipment and vehicles to the County. The total amount to be financed is \$8,006,000 at the interest rate of 2.48%. The initial payment on the principal is due April 1, 2011 in the amount of \$756,936 plus interest of \$99,274 which will make the total amount \$856,210.

The Office of Law has reviewed this bill and finds it to be in proper legislative form with no legal impediments to its enactment.

The enactment of CB-89-2010 will have a negative fiscal impact on the County from FY2011 – FY2016. The total amount to be paid over the five (5) year payment period is \$8,562,100

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**BACKGROUND INFORMATION/FISCAL IMPACT:**

(Includes reason for proposal, as well as any unique statutory requirements)

This legislation will approve a Lease Financing Agreement for the lease of Snow Removal Equipment and Fire/EMS Ambulances for use by the Department of Public Works and Transportation, the Fire/EMS Department and the Office of Central Services. This contract approval is required by Section 819 of the Charter of Prince George's County, Maryland.

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**CODE INDEX TOPICS:**

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**INCLUSION FILES:**

I-CB-89-2010 Attachment B.pdf

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