

RESOLUTION NO. 1260

A RESOLUTION OF THE CITY OF DAYTON, WASHINGTON,  
AUTHORIZING AN INTERFUND LOAN FROM THE CEMETERY ENDOWMENT  
FUND (601) TO THE CAPITAL IMPROVEMENTS FUND (301) IN AN  
AMOUNT NOT TO EXCEED \$23,000 (TWENTY-THREE THOUSAND  
DOLLARS) TO PURCHASE A NEW PARK LAWN MOWER

**WHEREAS**, funds are needed by the Capital Improvements Fund 301 for costs associated with the purchase of a new lawn mower, deck and bushel dump collection system, for performing routine maintenance at the various City parks and recreation facilities; and,

**WHEREAS**, the Public Works Director has extensively researched industrial lawn mower tractors and equipment options and determined that John Deere is the best fit for the City; and,

**WHEREAS**, the Public Works Director has determined that the lowest, responsible price is available through the State of Washington Department of Enterprise Purchasing Program; and,

**WHEREAS**, the City has determined that an interfund loan is necessary to purchase the new lawn mower and mower deck; and,

**WHEREAS**, the City expects the interfund loan to be repaid by the Cemetery Fund as authorized in Section 1;

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF DAYTON, WASHINGTON, DOES HEREBY RESOLVE AS FOLLOWS:**

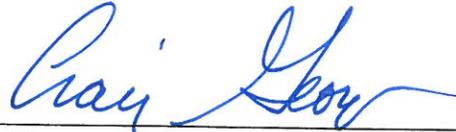
**Section 1.** An interfund loan in the amount not to exceed \$23,000 is hereby authorized for transfer from the Cemetery Endowment Fund 601 to the Capital Improvements Fund 301 for the purchase of one John Deere Lawn Mower as provided in Exhibit "A".

**Section 2.** The term of the interfund loan shall be for a period of three (3) years.

**Section 3.** The Current Expense Fund shall make annual interfund transfer installments to the Cemetery Endowment Fund at an interest rate of 1.00% annually beginning October 2015, in amounts not to exceed the Yearly Amortization Schedule as provided in Exhibit "B". The principal shall be deposited into the Cemetery Endowment Fund and the interest shall be deposited into the Cemetery Fund by October 1 of each year. There shall be no penalty for early pay-off.

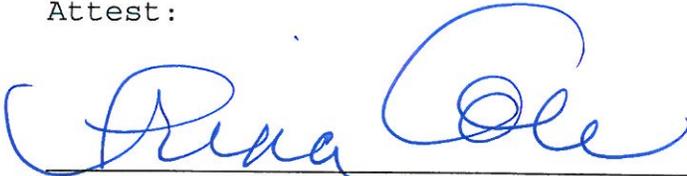
Section 4. The Public Works Director, or designee, is hereby authorized to purchase the John Deere Lawn Mower as provided in Exhibit "A".

**PASSED** by the City Council of the City of Dayton, Washington, on this 13<sup>TH</sup> day of APRIL, 2015.



\_\_\_\_\_  
Craig George, Mayor

Attest:



\_\_\_\_\_  
Trina Cole, City Clerk-Treasurer

EXHIBIT "A"



Purchase Order for  
John Deere Equipment (U.S. Only)

PO# 03328344  
PO Revision# Original

PURCHASER'S NAME - First Signer (First, Middle Initial, Last) CITY OF DAYTON			DATE OF ORDER Mar 31, 2015	COMPANY UNIT 07	DEALER ACCOUNT NO. 079020
(SECOND LINE OF OWNER NAME)			DEALER ORDER NO.		
STREET OR RR 111 S 1ST ST			SOC.SEC.	IRS NO.	EIN.NO.
TOWN DAYTON	STATE WA	ZIP CODE 99328	TRANSACTION TYPE Cash Sale		PURCHASER SALES TAX EXEMPT
COUNTY COLUMBIA	PURCHASER ACCT.	PHONE NO. 509-382-2361	SELLER'S NAME & ADDRESS Deere & Company 2000 John Deere Run Cary, NC, 27513 6095252010		
E-MAIL ADDRESS					
Use County COLUMBIA	Use State/Province WA				

I (We), the undersigned, hereby order from Dealer the Equipment described below, to be delivered as shown below. This order is subject to Dealer's ability to obtain such Equipment from the manufacturer and Dealer shall be under no liability if delivery of the Equipment is delayed or prevented due to labor disturbances, transportation difficulties, or for any reason beyond Dealer's control. The price shown below is subject to Dealer's receipt of the Equipment prior to any change in price by the manufacturer. It is also subject to any new or increased taxes imposed upon the sale of the Equipment after the date of this order.

± NOTICE: Equipment may be equipped with telematics hardware and software ("Telematics") that transmit data to John Deere. Purchaser may deactivate Telematics by contacting the JDLink Global Support group at 1-800-251-9928 or via email at [jdlinksupport@johndeere.com](mailto:jdlinksupport@johndeere.com).

QTY	NEW	DEMO	RENTAL	USED	Equipment & Value Added Service (Give Model, Size & Description)	Hours of Use	PRODUCT IDENTIFICATION NUMBER	DELIVERED CASH PRICE (Or Total Lease Payments)	
1	X				JOHN DEERE Z997R Commercial L. C. Diesel Max-Frame Z-Trak with 72 In. Side Discharge 7-Iron PRO Deck			\$ 18,739 49	
1	X				JOHN DEERE 14 Bushel Dump From Seat Material Collection System For Z997R 60/72 In. Side Discharge Diesel Z-TRAK Mowers			\$ 3,334 04	
6	X				Quik-Tatch Weight, 42 Lb.			\$ 316 28	
I (We) offer to sell, transfer, and convey the following item(s) at or prior to the time of delivery of the above Equipment, as a "trade-in" to be applied against the cash price. Such item(s) shall be free and clear of all security agreements, liens, and encumbrances at the time of transfer to you. The following is a description and the price to be allowed for each item.						TOTAL CASH PRICE			\$ 22,389 81
QTY	DESCRIPTION OF TRADE-IN				Hours of Use	PRODUCT IDENTIFICATION NUMBER	AMOUNT		
1	KUBOTA F3060					31592	\$ 1,500 00		
PURCHASER TYPE						MARKET USE		TOTAL TRADE-IN ALLOWANCE	\$ 1,500 00
COMMENTS:						1. TOTAL CASH-PRICE		\$ 22,389 81	
						2. TOTAL TRADE-IN ALLOWANCE		\$ 1,500 00	
						3. TOTAL TRADE-IN PAY-OFF		\$ 0 00	
						4. BALANCE		\$ 20,889 81	
						5. SALES TAX - (8.10%)		\$ 1,692 07	
						5. SUB-TOTAL		\$ 22,581 88	
						6. CASH WITH ORDER		\$ 0 00	
						7. RENTAL APPLIED		\$ 0 00	
						8. CASH DISCOUNT		\$ 0 00	
9. BALANCE DUE		\$ 22,581 88							

**IMPORTANT WARRANTY NOTICE:** The John Deere warranty applicable to new John Deere Equipment is printed and included with this document. There is no warranty on used equipment. The new equipment warranty is part of this contract. Please read it carefully. YOUR RIGHTS AND REMEDIES PERTAINING TO THIS PURCHASE ARE LIMITED AS SET FORTH IN THE WARRANTY AND THIS CONTRACT. IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS ARE NOT MADE AND ARE EXCLUDED UNLESS SPECIFICALLY PROVIDED IN THE JOHN DEERE WARRANTY.

**NOTICE:** Use of John Deere Services, if applicable, and all rights and obligations of John Deere and the Customer (as identified in the applicable agreement), are governed by the terms and conditions outlined in the applicable Services and Software agreements available at [www.JohnDeere.com/Agreements](http://www.JohnDeere.com/Agreements). If these terms and conditions are not agreeable do not use the Services.

**DISCLOSURE OF REGULATION APPLICABILITY:** When operated in California, any off-road diesel vehicle may be subject to the California Air Resources Board, In-Use Off-Road Diesel Vehicle Regulation. It therefore could be subject to retrofit or accelerated turnover requirements to reduce emissions of air pollutants.

**ACKNOWLEDGEMENTS -** I (We) promise to pay the balance due (lines) shown above in cash, or to execute a Time Sale Agreement (Retail Installment Contract), or a Loan Agreement, for the purchase price of the Equipment, plus additional charges shown thereon or execute a Lease Agreement, on or before delivery of the Equipment ordered herein. Despite physical delivery of the Equipment, title shall remain in the seller until one of the foregoing is accomplished.

Purchaser's Signature: *[Signature]* Accepted By: \_\_\_\_\_  
 Purchaser's Signature: \_\_\_\_\_ Date Accepted: \_\_\_\_\_ Salesperson: TELLEFSON, MATT

DELIVERED ON:

WARRANTY BEGINS:

**Loan Summary**

Principal:	\$23000
Interest Rate:	1%
Loan Term:	3 years

EXHIBIT  
"B"

**Yearly Amortization Schedule**

Payments	Yearly Total	Principal Paid	Interest Paid	Balance
Year 1 (1-12)	\$7,785.44	\$7,590.16	\$195.27	\$15,409.84
Year 2 (13-24)	\$7,785.44	\$7,666.41	\$119.02	\$7,743.43
Year 3 (25-36)	\$7,785.44	\$7,743.43	\$42.01	\$0.00
<b>Totals</b>	<b>\$23,356.31</b>	<b>\$23,000.00</b>	<b>\$356.31</b>	

**Recent LOCAL Lease/Purchase Interest Rates***All financing costs are included in Interest Rates... there are no additional financing costs.***Equipment Only**

<i>Term</i>	<i>8/22/13</i>	<i>3/19/14</i>	<i>8/28/14</i>	<i>3/24/15</i>
3 years	0.85	0.71		1.00
4 years			0.92	1.18
5 years	1.37	1.18	1.17	1.36
6 years	1.62		1.39	
7 years	1.90		1.60	
8 years				1.83
9 years		2.15		
10 years	2.61		2.13	2.09
12 years	3.03			2.32
13 years			2.60	
15 years	3.52			

These historic rates do not indicate what future issue rates will be. Actual interest rates are determined by the competitive bids received on the date of sale.

Maximum term is determined by OFM's Useful Life Table at:  
<http://www.ofm.wa.gov/policy/30.50.htm>

For additional information please contact:  
 Wendy Kancianich, Lease/Purchase Specialist, (360) 902-9022 or [Wendy.Kancianich@tre.wa.gov](mailto:Wendy.Kancianich@tre.wa.gov)

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