

ORDINANCE NO. 1, 1984
OF THE COUNCIL OF THE CITY OF FORT COLLINS
AUTHORIZING THE CITY MANAGER TO AMEND AN
AGREEMENT BETWEEN THE CITY OF FORT COLLINS
AND MERIT FINANCIAL CORPORATION FOR THE LEASE
AND OPTION TO PURCHASE CERTAIN EQUIPMENT

WHEREAS, the City is authorized under the provision of Title 31, Chapter 15, part 8, C.R.S., to acquire necessary equipment and other property for its governmental and proprietary purposes under the provisions of a long term rental or leasehold agreement with an option to purchase such equipment and provide for the payment of said property from any available municipal income; and

WHEREAS, the City has entered into an Agreement with Merit Financial Corporation whereby Merit Financial Corporation is leasing certain equipment to the City; and

WHEREAS, the City has determined that it is in need of three Apple Computers in order that they may be used by the City Library; and

WHEREAS, the City Council has decided that it is in the best interests of the City to lease said equipment from Merit Financial Corporation which is providing financing for the acquisition of said equipment; and

WHEREAS, the City desires to amend the existing equipment lease agreement with Merit Financial Corporation with respect to the leasing of said additional equipment; and

WHEREAS, the terms of the equipment lease agreement will provide as follows:

The City shall lease from Merit Financial Corporation the following equipment:

<u>Quantity</u>	<u>Description</u>
3	Apple IIe Computers and Related Hardware

The agreement shall be for the original terms from the date of the execution of the agreement through December 31, 1984. The agreement shall provide for renewable one year terms as follows:

<u>Item</u>	<u>Expiration Dates of Renewable One-Year Terms</u>
Apple IIe Computers and Related Hardware	December 31, 1984, 1985, 1986

The City shall make equal quarterly payments for each of the consecutive terms of such agreement.

The City shall lease the equipment for the original term and all successive renewal terms, the payment to Merit Financial Corporation will total the sum of the principal, Sixteen Thousand Dollars (\$16,000), plus a fixed net effective interest rate of 8.751 percent per annum.

The City shall have the option to purchase the equipment on any quarterly payment date of any term. The option to purchase shall be exercised by paying the quarterly payment due on said date and the unpaid principal due after said date.

If the City shall renew the agreement for all the renewal terms, the City shall be deemed to have exercised the option to purchase the equipment and have all right, title and interest to said equipment.

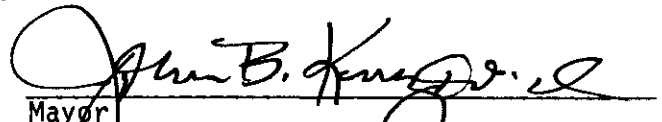
This agreement shall not be a pledge of the City's revenues.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF FORT COLLINS:

Section 1. That the City Manager be, and he hereby is, authorized to amend and execute the lease/purchase agreement for the above described equipment in accordance with the terms and provisions set forth herein above.

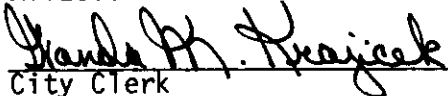
Section 2. That all proceeds necessary to purchase said above described equipment be, and they hereby are, appropriated in the General Fund.

Introduced, considered favorably on first reading, and ordered published this 3rd day of January, A.D. 1984, and to be presented for final passage on the 17th day of January, A.D. 1984.



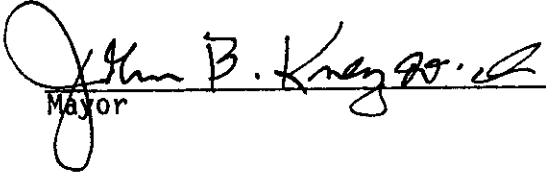
Mayor

ATTEST:



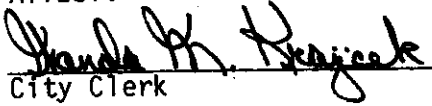
City Clerk

Passed and adopted on final reading this 17th day of January, A.D. 1984.



Mayor

ATTEST:



City Clerk