F7

Hiawatha Parks and Recreation

To: Mayor and City Council

From: Kelly Friedl, Park and Recreation Director

Date: March 07, 2018

Re: Parks Department Lease Truck

CC: Kim Downs, City Administrator

This summer the Parks Department will supervise 3 seasonal hires for a total of five parks employees. Vehicles are needed for transporting mowing equipment, cleaning parks and restrooms, and for maintenance and project needs at the same time throughout the day. This leaves us one vehicle short every year.

The last six years we partnered with CR Toyota to lease a vehicle for $1 (from April through October). For this we put the CR Toyota magnet on the truck to market their business. The expenses we incurred were basic maintenance and gas expenses out of the department budget. We are also responsible for the insurance coverage and add this policy through ICAP.

I am requesting Councils approval to enter a lease with CR Toyota for a 2013 White 2WD Regular Cab with 77,000 miles at the cost of $1 and authorizing staff to sign the necessary documents. This Truck is automatic has power windows and locks.

DEALER DAILY

VehicleDetails

VIN: 5TFNX4CN9DX029493 **Model Number :** 7104C **Serial # :** DX029493 **Check Code :** 9

CAR IMAGE NOT AVAILABLE

Stock Number		**Allocation Number**	08F
Model Year	2013	**Order Number**	V2013012805C
Model Description	TACOMA REGULAR CAB 4X2	**Temp Serial Number**	DX24A558
Exterior Color	0040 SUPER WHITE	**Category**	H
Interior Color	FT13 GRAPHITE	**Current Dealer**	500-09163
Body	REGULAR CAB 4X2	**Wholesale Dealer**	
Number of Cylinders	4	**Previous Dealer**	00509
Engine Number	2TR- 1300919 (J)	**Activity Status**	.....
Labeled Weight	0	**Location Date**	0614-0617
Tradeable	NO	**Invoice Date**	
TRAC	NO	**Retail Date**	9/10/2013
Damaged	NO DAMAGE	**Date of First Use**	9/10/2013
Fleet	FLEET	**Customer Name**	RESTRICTED
Port PDS	NO		
Safety Connect	NO		
Toyota Entune	YES		
XM Radio	NO		
Connected Services	NO		

Packages

Accessories

F **FE** 50 State Emissions

F **H1** Commercial Program Incentive Less Fuel Charge Includes Full Tank of Gas

F **H8** Fleet Credit

P **9B** Autotruck - FW Ship thru Fee Fleet Body Equipment 711 Airway Drive Fort Worth, TX 76106-1902

MECHANICAL & PERFORMANCE

2.7L DOHC 16V 4Cyl VVT-i 159HP Engine 4-Speed ECT-i Automatic Transmission Automatic Limited-Slip Differential Coil-Spring Double Wishbone Front Susp Rear Leaf Spring Susp with Staggered Outboard-Mounted Gas Shock Absorbers Front Stabilizer Bar Var-Assist Power Rack-&-Pinion Steering Power-Assisted Fr Disc/Rr Drum Brakes 15" Styld Steel Wheels, P215/70R15 Tires

SAFETY & CONVENIENCE

Star Safety System- includes Vehicle Stability Control, Traction Control, Anti-lock Brake System (ABS), Electronic Brake Force Distribution, Brake Assist, & Smart Stop Technology (SST) Daytime Running Lights (DRL) Dr & Fr Pass Advanced Airbag System Seat-Mounted Side & Side Curtain Airbags 3-Point Seatbelts for All Seating Positions; Driver-Side ELR & ALR/ELR on All Passenger Belts Side-impact Door Beams Tire Pressure Monitor System (TPMS)

EXTERIOR

Black Grille Insert, Blk Door Handles, Mirrors, Front/Rear Bumpers SMC Inner Bed w/Steel Outer Panels, Storage, Rail Caps & Removable Tailgate Deck Rail System w/4 Adj Tie-Down Cleats Rear Mudguards Full-Size Spare Tire

INTERIOR

Air Conditioning Cloth Tilt Frwd Bench Seat w/Adj Hdrest 6.1" Touch-Screen, AM/FM CD, 4 Spkrs, BT USB, Aux Jack, Hands-Free Phone Capable Tilt/Telescoping Steering Wheel 2-Speed Windshield Wipers Dual 12V Aux Power Outlets LED-Illuminated Gauges & Digital Clock Two Front Cup Holders

	Retail Price	Total Price
Vehicle Base Model	**18,525.00**	**18,525.00**
50 State Emissions		
Commercial Program Incentive Less Fuel Charge Includes Full Tank of Gas		
Fleet Credit		
Autotruck - FW Ship thru Fee Fleet Body Equipment 711 Airway Drive Fort Worth, TX 76106-1902		
Total Accessories		
Destination Charge	860.00	860.00
Price Protection		
Total Price	**19,385.00**	**19,385.00**
Memo - Total Amounts included above :		
Dealer holdback		
Note: Holdback amount includes PPO holdback		
Wholesale Financial Reserve		

Residual Values:

EXHIBIT 'A'

VEHICLE PURCHASE AND REPURCHASE AGREEMENT

THIS VEHICLE PURCHASE AND REPURCHASE AGREEMENT (the "Agreement") is entered into this 21st day of March, 2018, by and between Cedar Rapids Toyota, Inc., an Iowa Corporation, ("CRT") and the City of Hiawatha, an Iowa Municipal Corporation, ("Hiawatha"). CRT and Hiawatha may hereinafter be referred to collectively as the "Parties."

RECITALS

WHEREAS, CRT is in the business of selling and buying automobiles, including trucks.

WHEREAS, CRT is located at 1190 Boyson Road in Hiawatha, Iowa.

WHEREAS, CRT holds legal title to a used, white 2013 Toyota Tacoma 2WD Regular Cab truck (the "Tacoma"). The Tacoma is a four cylinder truck, with automatic transmission, power windows and locks, and air conditioning. The Tacoma has approximately 77,000 miles. WHEREAS, the retail value of the Tacoma is approximately $19,385.00.

WHEREAS, the Vehicle Identification Number (VIN) for the Tacoma is 5TFNX4CN9DX029493.

WHEREAS, Hiawatha desires to purchase the Tacoma from CRT. WHEREAS, CRT desires to sell the Tacoma to Hiawatha.

NOW THEREFORE, in consideration of the mutual covenants and conditions contained herein, the Parties enter into this Agreement and mutually agree as follows:

1. PURCHASE. CRT agrees to sell the Tacoma to the Hiawatha for One Dollar ($1.00) and other valuable consideration. Hiawatha agrees to purchase the Tacoma from CRT for One Dollar ($1.00) and other valuable consideration.

2. TITLE. The Parties agree to transfer title to the Tacoma from CRT to Hiawatha on or after April 1, 2018.

3. REPURCHASE. CRT agrees to repurchase the Tacoma from Hiawatha on or before November 1, 2018. Hiawatha agrees to sell the Tacoma to CRT on or before November 1, 2018.

4. REPURCHASE PRICE. The Parties agree that the repurchase price shall be One Dollar ($1.00) and other valuable consideration.

5. TERM OF OWNERSHIP. Between April 1, 2018 and November 1, 2018, Hiawatha shall have and exclusive use of the Tacoma for Hiawatha business ("Term of Ownership").

6. MAINTENANCE. During the Term of Ownership, Hiawatha shall be responsible for all regular maintenance on the Tacoma. All maintenance shall be performed by CRT. Regular maintenance shall include oil changes and maintaining all other vehicle fluids. Hiawatha shall not

EXHIBIT 'A'

be responsible for any maintenance, service, or repair, including parts and labor, costing more than $100.00 on the Tacoma during the Term of Ownership. CRT agrees that it will be responsible for any maintenance, service, or repair, including parts and labor, costing $100.01 or more on the Tacoma during the Term of Ownership. Hiawatha shall be responsible for all fuel costs during the Term of Ownership and providing insurance for the vehicle through the City's ICAP policy.

1. NORMAL WEAR AND TEAR. The Parties agree that Hiawatha shall return the Tacoma in approximately the same condition, less any normal wear and tear and accumulated miles during the Term of Ownership.

2. INSURANCE. Hiawatha agrees to maintain insurance on the Tacoma for liability and collision during the Term of Ownership.

3. LICENSE. Hiawatha shall be responsible for obtaining and maintaining licensing for the Tacoma.

THIS IS A LEGALLY BINDING CONTRACT. BY SIGNING THIS AGREEMENT YOU ARE AGREEING THAT YOU HAVE READ, UNDERSTAND AND AGREE TO ALL OF THE TERMS AND CONDITIONS CONTAINED HEREIN.

CEDAR RAPIDS TOYOTA, INC.

By: _____

_____, its _____

_____
Print Name

Federal ID No.:_____

Telephone: (319) 378-4400

CITY OF HIAWATHA, AN IOWA MUNICIPAL CORPORATION

By: _____
Bill Bennett, its Mayor

Federal ID No.: 42-6025060

Address: 101 Emmons Street Hiawatha, IA 52233
Telephone: (319) 393-1515

DRAFT

RESOLUTION NO. 18-
City Council

RESOLUTION APPROVING
THE PURCHASE OF A TOYOTA TACOMA TRUCK AND AUTHORIZE STAFF TO SIGN THE NECESSARY DOCUMENTS

BE IT RESOLVED, by the City Council to approve the purchase of a Toyota Tacoma AWD Truck from Cedar Rapids Toyota in the amount of $1.00 for the use of the Parks Department from April – October 2018, and during the time the Toyota Tacoma Truck is being utilized by the Parks Department, the City will be responsible for basic maintenance on the vehicle, gas expenses and adding the vehicle to the ICAP insurance policy, and

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF HIAWATHA, IOWA, City staff is hereby authorized to sign the Vehicle Purchase and Repurchase Agreement as shown in Exhibit "A" and other necessary documents to complete the transaction between Cedar Rapids Toyota and the City of Hiawatha.

AYES:
NAYS:
ABSENT:

PASSED AND APPROVED this 21st day of March, 2018.

_____
Bill Bennett, Mayor

ATTEST:

_____
Kelly Kornegor, City Clerk