



Legislation Details (With Text)

**File #:** 05771      **Version:** 1      **Name:** Madison Gas and Electric -- Equipment Leasing Agreement - 1st amendment

**Type:** Resolution      **Status:** Passed

**File created:** 2/26/2007      **In control:** MONONA TERRACE COMMUNITY AND CONVENTION CENTER BOARD

**On agenda:** 3/20/2007      **Final action:** 3/20/2007

**Enactment date:** 3/21/2007      **Enactment #:** RES-07-00380

**Title:** Authorizing the Mayor and City Clerk to execute a First Amendment to Equipment Leasing Agreement by and between the City and Madison Gas and Electric Company.

**Sponsors:** Michael E. Verveer

**Indexes:**

**Code sections:**

**Attachments:**

Date	Ver.	Action By	Action	Result
3/20/2007	1	COMMON COUNCIL	Adopt	Pass
3/15/2007	1	MONONA TERRACE COMMUNITY AND CONVENTION CENTER BOARD	RECOMMEND TO COUNCIL TO ADOPT - REPORT OF OFFICER	
3/12/2007	1	BOARD OF ESTIMATES (ended 4/2017)	Return to Lead with the Recommendation for Approval	Pass
3/7/2007	1	MONONA TERRACE COMMUNITY AND CONVENTION CENTER BOARD	Refer	
3/6/2007	1	COMMON COUNCIL	Refer	
2/28/2007	1	Attorney's Office	Referred for Introduction	
2/27/2007	1	Finance Dept/Approval Group	Approved Fiscal Note By The Comptroller's Office	
2/26/2007	1	Attorney's Office	Fiscal Note Required / Approval	

**Fiscal Note**

The monthly lease payment under the current agreement is \$4,750 with a balloon payment of \$141,126 at the end of the agreement to purchase the equipment. This Amendment establishes a monthly payment of \$4,383 for 3 years after which the City may acquire the equipment at no additional cost. The lease payment is offset by a discount Monona Terrace receives under a separate agreement on electric service in exchange for the ability to have service interrupted.

**Title**

Authorizing the Mayor and City Clerk to execute a First Amendment to Equipment Leasing Agreement by and between the City and Madison Gas and Electric Company.

**Body**

**PREAMBLE**

In 1997 the City and Madison Gas and Electric Company ("MG&E") entered into a ten year Agreement under which MG&E was allowed to install an emergency generator and associated components (the "Equipment") on Monona Terrace property. The Agreement permits the City to use the Equipment, and to set off the fee for such use from its MG&E utility bill. The Agreement provides the City with an option to purchase the Equipment in July of 2007, which is the end of the Agreement's term. The City and MG&E desire to enter into an amendment to the Agreement in order to extend its term by three years, and to permit the City to purchase the Equipment at the end of such extended three year term. NOW THEREFORE, BE IT RESOLVED that the Mayor and City Clerk are hereby authorized to execute a First

Amendment to Equipment Leasing Agreement, in a form to be approved by the City Attorney, which shall contain the following terms:

1. Extension of the term of the Agreement by three years, to expire in July of 2010;
2. Deletion of the automatic renewal and balloon payment provisions; and
3. Amendment of the Lease Schedule to provide a monthly payment for 36 months of \$4,383.03. At the end of such Lease term the city may acquire the Equipment at no additional cost.