



City of Grand Island

Tuesday, February 24, 2015

Council Session

Item I-4

**#2015-59 - Approving Lease of Gas Power Motorized Golf Cars
and Trade-In for Jackrabbit Run Golf Course**

Staff Contact: Todd McCoy

Council Agenda Memo

From: Todd McCoy, Parks and Recreation Director

Meeting: February 24, 2015

Subject: Lease of Golf Cars and Fleet Trade-in at Jackrabbit Run Golf Course

Item #'s: I-4

Presenter(s): Todd McCoy, Parks and Recreation Director

Background

Jackrabbit Run Golf Course currently owns and operates 53 electric Club Car golf cars for patron rental. The golf car fleet is 16 years old and is costly and time consuming for staff to maintain.

In the 2015 budget \$49,000 was earmarked for the upgrade of half of the current golf car fleet. The original plan was to refurbish all the golf cars over a two year period. However, after further research and consultation with other golf courses and golf car manufactures, staff believes it to be more efficient and a better fit for Jackrabbit Run Golf Course to lease a new golf car fleet.

Discussion

Making a change from electric to gas and from owning to leasing the golf car fleet would be new to Jackrabbit Run Golf Course; however, it is not new to numerous other golf courses around the state. Omaha, Lincoln, Papillion, and Kearney are just a few communities that have opted to lease gas golf car fleets at their municipally owned courses.

Gas golf cars are more dependable for busy golf courses. With fully charged batteries, electric cars can complete a maximum of two 18-hole rounds of golf before needing to be recharged. Gas golf cars can run for over 35 rounds of golf before needing refueled. With the existing electric fleet it is very time consuming for staff to rotate cars from the charger to the course. On busy days, staff is limited to not fully charged cars and risk dead batteries on the course. Gas cars can be refueled once a week or less at the staff's convenience.

Over the last four years the course spent \$54,736.62 on golf car fleet repairs. With the supplier responsible for major repairs, expenses and staff time will be dramatically reduced. Staff time can be redirected on the golf course, resulting in a better golf experience. Staff will have more time to prep bunkers, keep fairways and greens groomed, trim trees, and more.

Jackrabbit Run currently does not have an indoor space to keep its current fleet. Golf courses usually have a storage building to protect its property from the elements. UV rays and harsh weather can take a toll on cars decreasing the lifespan and resale value.

Using a leasing strategy, patrons will have the opportunity to rent quality golf cars year in and year out. Annual payments are consistent for budgeting purposes. The golf course enterprise fund balance is approximately \$120,000.

On January 9, 2015 the Parks and Recreation Department advertised a Request for Proposals (RFP) for the Lease of Gas Power Motorized Golf Cars and Fleet Trade-In. Three suppliers responded to the RFP:

Miller & Sons of Omaha, Nebraska
Nebraska Golf & Turf of Lincoln, Nebraska
Masek Distributing, Inc. of Gering, Nebraska

Staff recommends accepting the proposal from Masek Distributing, Inc. of Gering, Nebraska in the amount of \$18,250 per year for five years. Masek proposes to furnish fifty Yamaha fuel injected golf cars. Their proposal allows for \$29,945 trade-in value for our existing 1999 Club Car fleet of 53 cars. Staff recommends the Yamaha cars because of the overall value to the City and positive references from other golf courses.



Current 53 Unit Fleet of Electric Club Cars



Proposed New 50 Unit Fleet of Yamaha Gas Cars

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

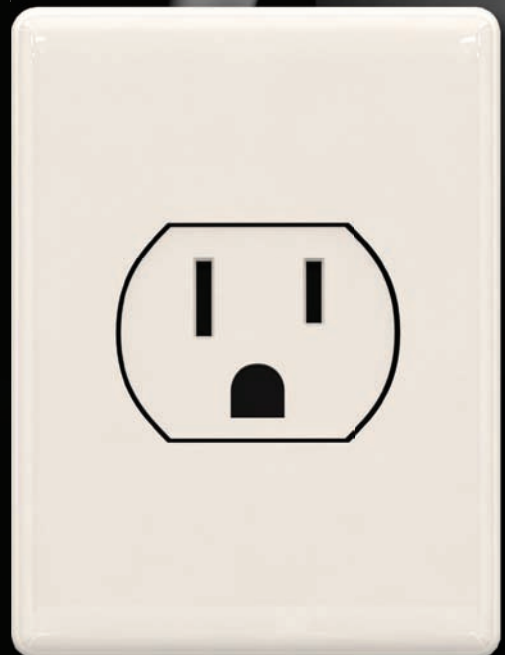
City Administration recommends that the City Council accept the proposal from Masek Distributing, Inc. of Gering, Nebraska for the lease of new Yamaha golf cars and fleet trade-in at Jackrabbit Run Golf Course.

Sample Motion

Move to approve the proposal from Masek Distributing, Inc. for the lease of golf cars and fleet trade-in at Jackrabbit Run in the amount of \$18,250 per year for a five year period.



VS.



YAMAHA GAS VERSUS ELECTRIC GOLF CARS

80 Car Fleet

Electric Benefits

Quieter than gas
Lower emissions - 29% less CO2 per year
Requires no gasoline to operate

Gas Benefits

Lighter weight
No hydrogen battery fumes
Doesn't require special storage facility
No battery stains in cart barn or staging area
Doesn't require additional electricity supply
Doesn't require special handling (Daily Charging)
Will operate even when there is a power outage
Not limited to rounds per day
Can travel 40 rounds per single tank of gasoline
Less maintenance (no battery watering)
Higher residual value
Will not fail on course due to battery issues

Cost analysis Gas vs. Electric

30,000 Golf Car Rounds per year
80 Cars in Fleet
375 Rounds per year per car
Lease Term is 48 months

Electricity rate \$0.12 per Kwh
Labor based on \$15 per hour
Compare gas at \$3.00, \$3.50, and \$4.00 per gallon
5 miles per round

Electric

1.5 Kwh AC to recharge per 18 holes	
Charging costs per round	\$ 0.18
Annual Electricity Costs all cars	\$ 5,256
Annual Battery Watering @ 5 minutes per car	\$ 2,600
Annual Bat. Charging @ 30 sec per car per rd	\$ 3,750
Annual Miscellaneous Maintenance	\$ 1,200
Total Annual Operating Costs	\$ 12,806
Total Operating Cost for Lease Term	\$ 51,224
Electric vs Gas Residual difference per car	\$ 375
Total Electric vs Gas Residual difference	\$ 30,000
Battery Replacement in year 3 per car	\$ 600
Total Battery Replacement all cars	\$ 48,000
Total Electric Car Operation Cost	\$ 129,224
Total Electric Car Cost Per Round	\$ 1.08

Gas

33.4 MPG			
Fuel consumption per round (gal)	0.15	0.15	0.15
	\$3.00/gal	\$3.50/gal	\$4.00/gal
Fuel Cost per round	\$ 0.45	\$ 0.53	\$ 0.60
Annual Fuel Cost all cars	\$ 13,500	\$ 15,900	\$ 18,000
Annual Refueling Costs at 5 min / car	\$ 1,315	\$ 1,315	\$ 1,315
Annual Miscellaneous Maintenance	\$ 5,200	\$ 5,200	\$ 5,200
Total Annual Operating Costs	\$ 20,015	\$ 22,415	\$ 24,515
Total Operating Cost for Lease Term	\$ 80,059	\$ 89,659	\$ 98,059
Battery Replacement in year 3 per car	\$ 50	\$ 50	\$ 50
Total Battery Replacement all cars	\$ 4,000	\$ 4,000	\$ 4,000
	\$3.00/gal	\$3.50/gal	\$4.00/gal
Total Gas Car Operation Cost	\$ 84,059	\$ 93,659	\$ 102,059
Total Gas Car Cost Per Round	\$ 0.70	\$ 0.78	\$ 0.85

Overall savings Gas over Electric - 4 years, 80 Cars = \$27,165 to \$45,165.

This savings reflects the Club's bottom line from \$6,800 to \$11,300 per year
or a savings of \$23 to \$38 per day in operational costs.

Who doesn't want to save that!



1000 Highway 34 East
Newnan, Georgia 30265
1.866.747.4027
www.yamahagolfcars.com





Stacy Nonhof, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

**REQUEST FOR PROPOSAL
FOR
LEASE OF GAS POWER MOTORIZED GOLF CARS AND TRADE-IN
FOR JACKRABBIT RUN GOLF COURSE**

RFP DUE DATE: January 28, 2015 at 4:00 p.m.

DEPARTMENT: Parks & Recreation

PUBLICATION DATE: January 10, 2015

NO. POTENTIAL BIDDERS: 3

SUMMARY OF PROPOSALS RECEIVED

Miller & Sons
Omaha, NE

Masek Distributing, Inc.
Gering, NE

Nebraska Golf & Turf
Lincoln, NE

cc: Todd McCoy, Parks & Recreation Director
Marlan Ferguson, City Administrator

Patti Buettner, Parks & Rec. Admin. Assist.
William Clingman, Interim Finance Director

P1790



YAMAHA

Commercial Customer Finance

CONDITIONAL SALE AGREEMENT

CONDITIONAL SALE AGREEMENT

CONDITIONAL SALE AGREEMENT (this "Agreement") dated as of February 17, 2015 by and between Yamaha

Motor Corporation, U.S.A. (hereinafter called "Seller") having its principal office and place of business at 6555 Katella Avenue, Cypress, California 90630 and CITY OF GRAND ISLAND

(hereinafter call "Purchaser") having its principal office and place of business at _____
PO BOX 1968, GRAND ISLAND, NE 68802

1. **PROPERTY SOLD.** In consideration of the agreement to purchase by Purchaser and the covenants and agreements hereinafter set forth, Seller hereby sells to purchaser all of the tangible personal property (collectively, the "Equipment") listed on the Equipment Schedule(s) attached hereto as Exhibit A (the "Equipment Schedule").

2. **TERM.** The term of this Agreement shall commence on the date set forth above and shall continue in effect thereafter so long as the Equipment Schedule remains in effect.

3. **PAYMENT.** Purchaser shall pay to Seller, for the Equipment during each month of the Term of the Equipment Schedule, the monthly payment set forth in the Equipment Schedule plus any taxes, fees, etc. associated with proper filings and ownership by Purchaser together with any down payment set forth in the Equipment Schedule. Whenever any payment is not made when due hereunder, Purchaser shall pay Seller interest on such amount at the maximum allowable rate of interest permitted by the law of the state where the Equipment is located.

4. **DELIVERY AND ACCEPTANCE; WARRANTY AND DISCLAIMER OF WARRANTIES.**

4.1 **Delivery and Acceptance of The Equipment.** Purchaser has selected and shall take delivery of all the Equipment directly from Yamaha Golf-Car Company, a Yamaha Authorized Dealer, or an authorized agent. All costs of delivery are the sole responsibility of Purchaser. Seller shall not be liable for any loss or damage resulting from the delay or failure to have any Equipment available for delivery. Purchaser shall inspect the Equipment to determine that the Equipment is as represented and has been equipped or prepared in accordance with any prior instructions given in writing by Purchaser. Purchaser shall accept the Equipment if it meets the criteria set forth in the preceding sentence and shall execute and deliver a Certificate of Acceptance with respect to each shipment of Equipment. For all purposes of this Agreement, the Equipment will be considered accepted by Purchaser upon the earlier of (i) delivery of the Certificate of Acceptance, and (ii) 10 days after delivery of the Equipment (unless prior to such time Purchaser has properly rejected the Equipment and advised Seller in writing of same). Purchaser authorizes Seller to insert in the Equipment Schedule the serial number and other identifying data of the Equipment.

4.2 **Warranty and Disclaimer of Warranties.** Seller warrants to Purchaser that, so long as Purchaser shall not be in default of any of the provisions of the Equipment Schedule, neither Seller nor any assignee of Seller will disturb Purchaser's quiet and peaceful possession of the Equipment. In addition, the Equipment is warranted only in accordance with the manufacturer's warranty, which may be amended or modified from time to time only by Seller. OTHER THAN THE WARRANTY AS REQUIRED BY LAW AND EXCEPT AS EXPRESSLY PROVIDED ABOVE, SELLER DISCLAIMS ANY OTHER WARRANTY, EXPRESSED OR IMPLIED, INCLUDING BUT NOT BY WAY OF LIMITATION, THE WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE. SELLER DISCLAIMS ANY LIABILITY FOR INCIDENTAL, SPECIAL OR CONSEQUENTIAL DAMAGES

OR COMMERCIAL LOSSES SUFFERED BY CUSTOMER OR ANY THIRD PARTY. No defect, unfitness, loss, damage or other condition of the Equipment shall relieve Purchaser of the obligation to pay any installment under this Agreement.

5. **TITLE AND ASSIGNMENT.**

5.1 **Title.** At the time of acceptance, title to the Equipment shall pass to Purchaser. As security for the prompt and complete payment and performance when due (whether at the stated maturity, by acceleration or otherwise) of each and every obligation, covenant, agreement and commitment of Purchaser under this Agreement and/or the Equipment Schedule (including, without limitation, the prompt and complete payment by Purchaser, as and when due and payable, whether at the stated maturity, by acceleration or otherwise, of all amounts owing from time to time by Purchaser to Seller under this Agreement and/or the Equipment Schedule), Purchaser hereby grants Seller a continuing security interest in all of the Equipment and all proceeds thereof (in whatever form). Seller is hereby authorized by Purchaser to file any UCC financing statements or any other documents to evidence, establish, perfect or enforce the security interest granted hereunder.

5.2 **Location, Inspection.** Purchaser shall not move the Equipment from the location specified on the Equipment Schedule without the prior written consent of Seller, which consent shall not be unreasonably withheld.

5.3 **Assignment by Seller.**

(a) Purchaser does not have the right or power to, and shall not, sell, transfer, assign, pledge (except for short-term rentals to patrons in the ordinary course of business) any of the Equipment without the prior written consent of Seller. Any attempt to sell, transfer, assign, pledge any of the Equipment in violation of the foregoing shall be null and void and of no force or effect.

(b) Seller may assign its rights hereunder, whole or in part, without Purchaser's consent. If Purchaser is given notice of any assignment by Seller, Purchaser agrees to pay directly to such assignee all sums payable hereunder if so directed.

(c) Any assignment or transfer by Seller shall not materially change Seller's duties or obligations under this Agreement.

6. **TAXES AND FEES.**

6.1 **Taxes and Fees.** Purchaser shall pay all property taxes and sales and use tax due on the Equipment. Purchaser agrees to indemnify and hold harmless the Seller from and against all taxes, fees or other charges of any nature whatsoever (together with any related interest or penalties thereon) now or hereinafter imposed or assessed during the term of the Equipment Schedule by any governmental authority upon or with respect to the Equipment or upon the ordering, purchase, sale, ownership, delivery, leasing, possession, use, operation, return or other disposition thereof or upon the receipts or earnings arising therefrom or upon or with respect to the Equipment Schedule (excepting only Federal, state and local taxes based on or measured by the net income of Seller).

7. CARE, USE AND MAINTENANCE; ALTERATIONS AND ATTACHMENTS.

7.1 Care, Use and Maintenance. Purchaser shall, at its sole expense, at all times during the term of the Equipment Schedule, keep the Equipment clean, serviced and maintained in good operating order, repair, condition and appearance in accordance with Seller's manuals and other instructions received from Seller.

7.2 Alterations and Attachments. Purchaser may, with Seller's prior written consent, make such cosmetic modifications to the Equipment as Purchaser may deem desirable in the conduct of its business; **provided, however,** that such alterations shall not diminish the value or utility of the Equipment, or cause the loss of any warranty thereon or any certification necessary for the maintenance thereof, and provided, further, that such modification shall be removable without causing damage to the Equipment.

8. REPRESENTATIONS AND WARRANTIES OF PURCHASER. Purchaser hereby represents and warrants to Seller that with respect to the Agreement and the Equipment Schedule:

(a) The execution, delivery and performance thereof by the Purchaser have been duly authorized by all necessary corporate action.

(b) The individual executing such was duly authorized to do so.

(c) The Agreement and the Equipment Schedule constitute legal, valid and binding agreements of the Purchaser enforceable in accordance with their respective terms.

(d) The Equipment is personal property and when subjected to use by the Purchaser will not be or become fixtures under applicable law.

(e) Purchaser's name as set forth in the preamble to this Agreement is the exact legal name of Purchaser.

9. DELIVERY OF EQUIPMENT. Purchaser hereby assumes the full expense of transportation and in-transit insurance from the Seller to Purchaser's premises and delivery thereof of the Equipment.

10. INDEMNITY. Purchaser shall and does hereby indemnify and hold Seller and any and all of its assignees harmless from and against any and all claims, costs, expenses, damages, losses and liabilities (including negligence, tort and strict liability), including reasonable attorney's fees, arising out of or in any manner connected with the ownership, selection, possession, leasing, renting, purchase, financing, operation, control, use, maintenance, transportation, storage, repair, delivery, return or other disposition of the Equipment including without limitation, claims for injury to or death of persons and for damage to property. Purchaser agrees to give Seller prompt notice of any such claim or liability.

11. RISK OF LOSS. Seller and Purchaser agree Purchaser shall bear the entire risk of loss, theft, destruction or damage to the Equipment from any cause whatsoever and shall not be relieved of the obligation to pay the total of the monthly payments or any other obligation hereunder because of any such occurrence. Purchaser further agrees to insure the Equipment for full value and to cause Purchaser's insurance carrier to name Seller as a loss payee and provide Seller with loss payee certificate of insurance.

12. DEFAULT. Each of the following shall be an Event of Default under this Agreement (each an "Event of Default"):

(a) Failure by Purchaser to pay Seller any installment payment or other amount payable by Purchaser to Seller under this Agreement and/or the Equipment Schedule as and when the same becomes due and payable; or

(b) To the extent not covered by subsection 12(a) above, failure by Purchaser to comply with any term, covenant, agreement or condition in this Agreement and/or the Equipment Schedule, which failure continues for a period of 10 days after notice of such failure is provided by Seller to Purchaser; or

(c) Any representation or warranty made by Purchaser in the Equipment Schedule, this Agreement, or in any document or certificate furnished to the Seller in connection therewith shall be incorrect, false or misleading in any material respect when so made or furnished.

13. REMEDIES. Upon the occurrence of an Event of Default, Seller, at its option: 1) may declare immediately due and payable any or all amounts payable under this Agreement and/or the Equipment Schedule (whether such amounts are due or not yet due), whereupon the same shall become immediately due and payable by Purchaser to Seller; 2) may proceed by appropriate court action or actions either at law or in equity to enforce performance by Purchaser of the terms and conditions of this Agreement and/or the Equipment Schedule; 3) may recover from Purchaser any and all damages or expenses, including reasonable attorney's fees, which Seller shall have sustained by reason of the Event of Default or on account of Seller's enforcement of its remedies thereunder; and/or 4) may exercise its rights as a secured creditor under the Uniform Commercial Code as enacted in California ("UCC") including, without limitation, taking immediate possession of the Equipment, disposing of such Equipment in accordance with the provisions of the UCC, and collecting for any deficiency as a result of the disposal of the Equipment by Seller together with all reasonable attorneys fees and costs incurred by Seller during the disposal of such Equipment. Seller's rights and remedies under this Agreement and the Equipment Schedule shall be cumulative and in addition to any rights and remedies Seller may have under applicable law and the exercise or failure to exercise any right or remedy shall not preclude Seller from exercising any other right or remedy.

14. MISCELLANEOUS.

14.1 No Waiver. No omission or delay by Seller at any time to enforce any right or remedy reserved to it, or to require performance of any of the terms, covenants or provisions hereof by Purchaser at any time designated, shall be a waiver of any such right or remedy to which Seller is entitled, nor shall it in any way affect the right of Seller to enforce such provisions thereafter.

14.2 Binding Nature. This Agreement and the Equipment Schedule shall be binding upon, and shall inure to the benefit of Seller, Purchaser and their respective successors, legal representatives and assigns.

14.3 Notices. Any notice, request or other communication to either party by the other as provided for herein shall be given in writing and only shall be deemed received upon the earlier of receipt or three days after mailing if mailed postage prepaid by regular or airmail to Seller or Purchaser, as the case may be, at the address for such party set forth in this Agreement or at such changed address as may be subsequently submitted by written notice of either party.

14.4 Severability. In the event any one or more of the provisions of this Agreement and/or the Equipment Schedule shall for any reason be prohibited or unenforceable in any jurisdiction, any such provision shall, as to such jurisdiction, be ineffective to the extent of such prohibition or unenforceability without invalidating the remaining provisions hereof, any such prohibition or unenforceability in any jurisdiction shall not invalidate or render unenforceable such provision in any other jurisdiction.

14.5 Signed Counterparts. The parties agree that this Agreement may be signed in counterparts, that delivery of an executed counterpart of the signature page to this Agreement by fax, email, or other electronic means shall be as effective as delivery of a manually executed counterpart, and any failure to deliver the original manually executed counterpart sent by fax, email or other electronic means shall not affect the validity, enforceability or binding effect of this Agreement. Notwithstanding any other provision of this agreement the sole original of this Agreement shall be the Agreement bearing the manually executed signature of the Purchaser. The Purchaser, by making any payment required under this Agreement ratifies all of the terms of this Agreement.

14.6 Registration and License. Purchaser shall perform and pay for the titling, registration and licensing (if required by applicable law) of any items or Equipment in the Purchaser's name and all inspections of such items of Equipment which may be required by any governmental authority unless such fees and taxes shall be included in the payment as shown on the Equipment Schedule applicable to any such items of Equipment.

14.7 Involuntary transfer Constitutes Default.

Except for the security interest granted to Seller under this Agreement, Purchaser shall not create, incur, assume or suffer to exist any mortgage, lien, pledge or other encumbrance or attachment of any kind whatsoever upon, affecting, or with respect to the Equipment or of Seller's interest thereunder.

14.8 Statute of Limitations.

Any action by Purchaser against Seller for any default by Seller under this Agreement, including breach of warranty or indemnity, shall be commenced within one year after any such cause of action accrues.

14.9 Entire Agreement.

Seller and Purchaser acknowledge that there are no agreements or understandings, written or oral, between Seller and Purchaser with respect to the Equipment, other than as set forth herein and in the Equipment Schedule and that this Agreement and the Equipment Schedule contains the entire Agreement between Seller and Purchaser with respect thereto. Neither this Agreement nor the Equipment Schedule may be altered, modified, terminated or discharged except by a writing signed by the party against whom such alteration, modification, termination or discharge is sought. The Equipment Schedule is hereby incorporated by reference into this Agreement, and made part of this Agreement, as if fully set forth herein.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on or as of the day and year first above written.

YAMAHA MOTOR CORPORATION, u.s.a.

By : Kim Ruiz

Date _____

Signature: _____

Title : Vice President

CITY OF GRAND ISLAND, NEBRASKA,

X

By _____
Mayor

Date _____

Attest: _____
City Clerk

The contract, insurance requirements and bonds are in due form according to law and are hereby approved.

Attorney for the City

Date _____

CONDITIONAL SALE EXHIBIT A
EQUIPMENT SCHEDULE # 111487
Dated February 17, 2015

1. This Schedule covers the following property ("Equipment"):

50 YDRA EFI GOLF CARS

2. Location of Equipment:

**JACKRABBIT GOLF CLUB
2800 N. SHADY BEND ROAD
GRAND ISLAND, NE 68801**

3. The Terms for the Equipment described herein shall commence on April 15, 2015 and shall consist of 60 months from the first day of the month following said date.

4. The down payment of the Equipment shall be \$ \$0.00

5. Payments on the Equipment shall be due on the following schedule.
Schedule of Payments:

**5 ANNUAL PAYMENTS IN THE AMOUNT OF \$18,250.00 (APPLICABLE TAXES TO BE BILLED).
STARTING MAY 2015 AND ENDING MAY 2019. DUE THE 15TH DAY OF THE MONTH AS FOLLOWS:**

May-15 \$18,250.00 May-16 \$18,250.00 May-17 \$18,250.00 May-18 \$18,250.00 May-19 \$18,250.00

6. The final purchase price for the purchase of the Equipment at the expiration of this Agreement shall be \$108,750.00

7. Other Terms:

Interest Factor: %

Yamaha is not obligated to perform or provide any service, under any circumstances under the terms of this contract. Service is the responsibility of the Purchaser. Failure by Purchaser to maintain or service the equipment consistent with the terms of the Master Agreement shall not relieve Purchaser of the responsibility under the Master Agreement.

Includes 2 loaner cars.

Signed Counterparts: The parties agree that this Agreement may be signed in counterparts, that delivery of an executed counterpart of the signature page to this Agreement by fax, email or other electronic means shall be as effective as delivery of a manually executed counterpart, and any failure to deliver the original manually executed counterpart sent by fax, email or other electronic means shall not affect the validity, enforceability or binding effect of this Agreement. Notwithstanding any other provision of this Agreement, the sole original of this Agreement shall be the Agreement bearing the manually executed signature of the Purchaser. The Purchaser, by making any payment required under this Agreement ratifies all of the terms of this Agreement.

This Equipment Schedule and Acceptance Guidelines are issued pursuant to the Agreement dated February 17, 2015. All of the terms and conditions, representations and warranties of the Agreement are hereby incorporated herein and made a part hereof as if they were expressly set forth in this Equipment Schedule.

CITY OF GRAND ISLAND

YAMAHA MOTOR CORPORATION, U.S.A.

By _____
Signature

By _____
Signature

Name: _____
Type or Print

Name: Kim Ruiz
Type or Print

Title: _____

Title: Vice President



City of Grand Island

Initialed By: _____

**AMORTIZATION SCHEDULE FOR MUNICIPALITY
CONDITIONAL SALE CONTRACT
PURCHASER: City of Grand Island
EQUIPMENT SCHEDULE # 111487**

Yield: 3.800%

Mon #	Due Date	Payment	Interest	Principal Adjustment	Balance
				Total Financed	174,395.36
1	04/15/15	0.00	539.57	-539.57	174,934.93
2	05/15/15	18,250.00	541.24	17,708.76	157,226.18
3	06/15/15	0.00	486.45	-486.45	157,712.63
4	07/15/15	0.00	487.96	-487.96	158,200.59
5	08/15/15	0.00	489.47	-489.47	158,690.06
6	09/15/15	0.00	490.98	-490.98	159,181.04
7	10/15/15	0.00	492.50	-492.50	159,673.55
8	11/15/15	0.00	494.03	-494.03	160,167.57
9	12/15/15	0.00	495.55	-495.55	160,663.13
10	01/15/16	0.00	497.09	-497.09	161,160.21
11	02/15/16	0.00	498.63	-498.63	161,658.84
12	03/15/16	0.00	500.17	-500.17	162,159.01
13	04/15/16	0.00	501.72	-501.72	162,660.72
14	05/15/16	18,250.00	503.27	17,746.73	144,913.99
15	06/15/16	0.00	448.36	-448.36	145,362.35
16	07/15/16	0.00	449.75	-449.75	145,812.10
17	08/15/16	0.00	451.14	-451.14	146,263.24
18	09/15/16	0.00	452.53	-452.53	146,715.77
19	10/15/16	0.00	453.93	-453.93	147,169.71
20	11/15/16	0.00	455.34	-455.34	147,625.05
21	12/15/16	0.00	456.75	-456.75	148,081.80
22	01/15/17	0.00	458.16	-458.16	148,539.96
23	02/15/17	0.00	459.58	-459.58	148,999.54
24	03/15/17	0.00	461.00	-461.00	149,460.54
25	04/15/17	0.00	462.43	-462.43	149,922.96
26	05/15/17	18,250.00	463.86	17,786.14	132,136.82
27	06/15/17	0.00	408.83	-408.83	132,545.65
28	07/15/17	0.00	410.09	-410.09	132,955.74
29	08/15/17	0.00	411.36	-411.36	133,367.11
30	09/15/17	0.00	412.63	-412.63	133,779.74
31	10/15/17	0.00	413.91	-413.91	134,193.65
32	11/15/17	0.00	415.19	-415.19	134,608.84
33	12/15/17	0.00	416.48	-416.48	135,025.32
34	01/15/18	0.00	417.76	-417.76	135,443.08
35	02/15/18	0.00	419.06	-419.06	135,862.14
36	03/15/18	0.00	420.35	-420.35	136,282.50
37	04/15/18	0.00	421.65	-421.65	136,704.15
38	05/15/18	18,250.00	422.96	17,827.04	118,877.11
39	06/15/18	0.00	367.80	-367.80	119,244.91
40	07/15/18	0.00	368.94	-368.94	119,613.85
41	08/15/18	0.00	370.08	-370.08	119,983.94
42	09/15/18	0.00	371.23	-371.23	120,355.16
43	10/15/18	0.00	372.38	-372.38	120,727.54
44	11/15/18	0.00	373.53	-373.53	121,101.07
45	12/15/18	0.00	374.68	-374.68	121,475.75
46	01/15/19	0.00	375.84	-375.84	121,851.59
47	02/15/19	0.00	377.01	-377.01	122,228.60
48	03/15/19	0.00	378.17	-378.17	122,606.77
49	04/15/19	0.00	379.34	-379.34	122,986.11
50	05/15/19	18,250.00	380.52	17,869.48	105,116.63
51	06/15/19	0.00	325.23	-325.23	105,441.86
52	07/15/19	0.00	326.23	-326.23	105,768.09
53	08/15/19	0.00	327.24	-327.24	106,095.34
54	09/15/19	0.00	328.26	-328.26	106,423.59
55	10/15/19	0.00	329.27	-329.27	106,752.86
56	11/15/19	0.00	330.29	-330.29	107,083.15
57	12/15/19	0.00	331.31	-331.31	107,414.47
58	01/15/20	0.00	332.34	-332.34	107,746.80
59	02/15/20	0.00	333.37	-333.37	108,080.17
60	03/15/20	0.00	334.40	-334.40	108,414.57
Totals:		91,250.00	25,269.21	65,980.79	



Service Centers in:
Denver, CO • Kansas City, KS • Billings, MT
Omaha, and Gering, NE
masekgolfcars.com



"Largest Golf Car Distributor in the United States"
A Part of Masek Distribution Inc.

Nebraska
425 M. Street • Gering, NE 69341
Local: 308.436.2100
Toll Free: 800.800.8987
Fax: 308.436.2800
Colorado
5345 Newport Street
Commerce City, CO 80022

February 17, 2015

The City of Grand Island
Jackrabbit Run Golf Course
PO Box 1968
Grand Island, NE 68802

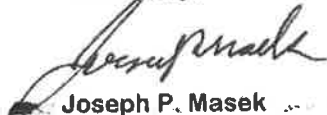
Re: Guarantee of Purchase: 50 Yamaha Golf Cars
Yamaha contract number 111487.

Gentlemen,

Upon completion of all regular payments, the final payment of \$108,750.00 due in April, 2020, shall be paid either by Masek Golf Car Company, or by Yamaha Golf Cars, and the equipment listed (Fifty 2015 Yamaha YDRA EFI gas golf cars) will become the property of Masek's or Yamaha as the buyer. The agreement is contingent on the condition of the golf cars, which must be intact and equipped as when purchased (normal wear and tear excepted), free of all liens and encumbrances, and in good running order. Vehicles used for purposes other than that intended and understood, or damage due to misuse, abuse, or vandalism, or vehicles with missing equipment will be charged to the Golf Course accordingly.

If the City does NOT want Masek Golf Car Co. to make the final payment on the City's behalf, written notice must be sent to Masek's no later than December 15, 2019, at the address on this letterhead.

Yours truly,



Joseph P. Masek
President

File: Grand Island.guarantee.2.17.15

RESOLUTION 2015-59

WHEREAS, the Parks and Recreation Department of the City of Grand Island invited sealed proposals for the leasing of Gas Power Motorized Golf Cars and Fleet Trade-in for Jackrabbit Run Golf Course; and

WHEREAS, on January 28, 2015, three (3) proposals were received and reviewed; and

WHEREAS, the Masek Distributing, Inc., in Gering, Nebraska, submitted a proposal in accordance with the terms of the request for proposal being a five-year lease and fleet trade-in at \$18,250.00 per year; and

WHEREAS, a Lease Agreement has been reviewed and approved by the City Attorney's office.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the proposal from Masek Distributing, Inc. from Gering, Nebraska for the leasing of Gas Power Motorized Golf Cars and Fleet Trade-in for Jackrabbit Run Golf Course is hereby accepted.

BE IT FURTHER RESOLVED, that the Mayor be, and hereby is, authorized and directed to sign on behalf of the City of Grand Island, a Lease Agreement by and between the City and the Masek Distributing, Inc., for such project.

- - -

Adopted by the City Council of the City of Grand Island, Nebraska, February 24, 2015.

Jeremy L. Jenson, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
February 20, 2015	☐ City Attorney