



## AGENDA ITEM SUMMARY

<b>Agenda Date</b>	11/12/2024
<b>Requested Action</b>	APPROVE RESOLUTION NO. 2024-R86; A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO AND MANAGE A LEASE AGREEMENT WITH DELL FINANCIAL SERVICES AMENDING RESOLUTION NO. 2024-R83 INCREASING THE TOTAL FOR AN AMOUNT NOT TO EXCEED \$212,039. (DELL LEASE)
<b>Contact Person</b>	Mike Raute, IT Director
<b>Background Information</b>	<p><b>Amendment Overview:</b> This agenda item seeks to amend the previously authorized resolution approved on 10/22/2024, Resolution No. 2024-R83, increasing the total not-to-exceed amount to \$212,039.00. This adjustment adds \$27,545.00 to the initial agreement amount of \$184,493.15 to account for interest not previously included.</p> <p><b>Original Resolution Summary:</b> The original resolution authorizes the City Manager to enter into and manage a lease agreement with Dell Financial Services for computers, in an amount not to exceed \$184,493.15. This lease is part of the City of Boerne's strategic approach to technology management, enabling predictable payments, access to current technology, and support for ongoing operational needs.</p> <p><b>Background and Justification for Amendment:</b> The amendment to increase the amount to \$212,039.00 ensures that all interest costs associated with the lease agreement are properly covered. The initial resolution did not include these additional interest costs due to an oversight on the IT staff's part. While Exhibit B of the agreement, included in the backup documents for last council meeting on 10/22/2024, outlines the total repayment amounts across all years, the interest was inadvertently omitted from the original not-to-exceed total in the 10/22/2024 agenda item summary and in the resolution language. This adjustment will ensure that the City's financial obligations are fully met under the terms of the lease.</p> <p><b>Conclusion:</b> Approval of this amendment will ensure that the City of</p>

	Boerne can fulfill the full scope of its financial commitment to Dell Financial Services, maintaining a seamless technology leasing process and continued support for departmental technology needs. The adjustment to \$212,039.00 reflects a more accurate representation of the City's obligations under the lease agreement.
<b>Item Justification</b>	<input type="checkbox"/> Legal/Regulatory Obligation <input checked="" type="checkbox"/> Infrastructure Investment <input checked="" type="checkbox"/> Reduce Costs <input type="checkbox"/> Customer Pull <input type="checkbox"/> Increase Revenue <input checked="" type="checkbox"/> Service Enhancement <input checked="" type="checkbox"/> Mitigate Risk <input checked="" type="checkbox"/> Process Efficiency <input type="checkbox"/> Master Plan Recommendation <input type="checkbox"/> Other:
<b>Strategic Alignment</b>	Safety and Security, investing in and maintaining high-quality infrastructure systems and public assets, and providing streamlined and efficient processes.
<b>Financial Considerations</b>	The first lease payment remains within the approved budget for FY 2024-2025, ensuring that this amendment does not require any additional funding allocation for the current fiscal year.
<b>Citizen Input/Board Review</b>	N/A
<b>Legal Review</b>	Completed Addendum to master lease Texas DIR Contract DIR-TSO-3763
<b>Alternative Options</b>	Outright Purchase of Equipment: The city could purchase computers outright, paying the full cost upfront.
<b>Supporting Documents</b>	AIS – Dell AIS – 10/22/2024 meeting Resolution No. 2024-R86 Dell Leasing Schedule Exhibit A Exhibit B