



## City Commission Agenda Item

Meeting Date: March 3, 2026

From: Jennifer Waggoner, Finance Director/Treasurer

Item: Lease for 2026 Komatsu WA270-8 Wheel Loader

**Motion:** A Resolution authorizing the City of Arkansas City to enter into a lease-purchase agreement with Union State Bank for the purchase of a 2026 Komatsu WA270-8 Wheel Loader for a total financed amount of \$247,023.59. **(Voice Vote)**

**Background:**

On March 3<sup>rd</sup>, 2026, the City Commission authorized the purchase of a new 2026 Komatsu WA270-8 Wheel Loader from Berry Tractor. Financing for this purchase is being recommended through Union State Bank under an annual lease agreement with a 10-year term. The total amount financed will be \$247,023.59. Total interest over the term of the lease is estimated at \$50,612.19, in addition to \$1,000 in loan origination fees, resulting in a total net cost of \$298,635.78. A bid sheet summarizing the options and the resolution are attached. The amounts were rounded up for the bid submitted.

**Commission Options:**

1. Approve the Resolution.
2. Disapprove of the Resolution.
3. Table the Resolution for further discussion.

**Fiscal Impact:** Amount: Amount: **\$29,763.72 annually for 10 years**

Fund: **21 (Special Highway)** Department: **100 (General Government)** Expense Code: **9107 (Lease Payments)**

Included in budget       Grant       Bonds       Other Not Budgeted

**Attachments:** Resolution & Bid Tab for lease-purchase.

**Approved for Agenda by:**

Randy Frazer, City Manager