Appendix 1 - Example operating budget impact to the City

Purchase price	$	100,000
Lease term		12 years

YEAR	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
Purchase	$ (100,000)												
Annual lease payments/cash outflow	$ 5,472	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 5,472
Cumulative lease payments	$ 5,472	$ 16,416	$ 27,360	$ 38,304	$ 49,248	$ 60,192	$ 71,136	$ 82,080	$ 93,024	$ 103,968	$ 114,912	$ 125,856	$ 131,328
Cummulative impact operating	$ (94,528)	$ (83,584)	$ (72,640)	$ (61,696)	$ (50,752)	$ (39,808)	$ (28,864)	$ (17,920)	$ (6,976)	$ 3,968	$ 14,912	$ 25,856	$ 31,328
Operating budget impact for the year	$ (94,528)	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 10,944	$ 5,472

The above example assumes mid-year procurement and 1/2 year of lease charges in both the 1st and final year of the lease.