

TOWN OF NEWINGTON
RECYCLING CONTAINERS LEASE PURCHASE FINANCING

RFP NUMBER 3, 2009-10

ADDENDUM NUMBER ONE

March 18, 2010

The following additions, changes, corrections, deletions and clarifications are hereby made to the Request for Proposals documents. This Addendum consists of two (2) pages.

1. The following clarifies the term “recycling containers” as used in the Request for Proposals: The containers are the toters for trash, or in this case recycling materials, that are distributed to each household (and in some cases condominium units). The residents place their recyclable items in the container and place the container at the curb. The Town’s recyclables collection contractor will drive by once every two weeks with a truck that has an automated arm that picks up the toter and empties it into the top of the truck and then places it back at the curb. The recycling materials containers will be a different color from the trash containers the residents already have in order to allow the Town’s collection contractors to differentiate one from the other. These containers will allow residents to co-mingle their recyclable materials rather than sort and bundle them as they are now required to do. Along with a wider range of items that can be recycled, this will increase the amount of materials recycled and reduce the amount of trash sent to the landfill or burn plant. The savings from reduced tipping fees for trash disposal will at least partially offset the costs associated with this tax exempt lease purchase agreement.
2. On page 1, section I. GENERAL INFORMATION, first paragraph, delete the last sentence in its entirety. On page 2, section III. LEASE PAYMENT ARRANGEMENTS, second paragraph, third sentence, delete “with no pre-payment penalties”. Also, on page 2, section IV. SPECIFICATIONS AND MANDATORY REQUIREMENTS, delete number 2 in its entirety. Replace section IV, number 2 with “State in their response that the pre-payment option shall not equate to a more than 2% pre-payment penalty based on the outstanding amount of the unpaid balance of the loan.”
3. The two most recent Town of Newington Comprehensive Annual Financial Reports will be provided by the Town upon request.

4. Add the following:

BASIS FOR AWARD

The award of this Request for Proposals will be made to the respondent whose response meets the requirements of the Request for Proposals and who quotes the lowest fixed interest rate for the term of the lease. All costs or fees of the respondent associated with the lease, its documentation and closing shall be included to the interest rate quoted to the Town. In the event that two or more responses have the same lowest fixed interest rate, the Town may award the lease to any one of such respondents as it may determine in its sole discretion. The interest rate shall be held firm for a period of thirty (30) calendar days. If the transaction does not close within the thirty day period, the rate will be indexed and adjusted in the manner described below.

5. Add the following:

INDEXING THE INTEREST RATE

In the event the period of time from the submission due date to funding of the lease exceeds thirty (30) calendar days the interest rate shall be adjusted using data from the Federal Reserve H15 Statistical Release (the "Release"), available through the Federal Reserve website, <http://www.federalreserve.gov/releases/h15/current/>, Interest Rate Swaps, on the 5th business day prior to the funding date of the lease (the "Adjusted Rate Date"). The adjustment to the respondent's rate shall be determined by adding (if interest rates have risen) or subtracting (if interest rates have declined) one half (1/2) of the change in the Weekly Swap Rate measured from the Bid Date to the Adjusted Rate Date. The weekly Swap Rate shall be that rate quoted in the Release for a Swap nearest the average life of the Lease.

END OF ADDENDUM ONE