

Fiscal Comments
Commission Meeting
March 10, 2020

Policy Report: PWD 20-14
2020 Truck Replacement

During 2020 CIP process, the Commission approved purchasing a replacement truck for the Refuse Department. During the 2018 and 2019 budget process, refuse rates were increased to accommodate the replacement of the refuse trucks over the course of the years through 2022. The quotes attached to the policy report, reflects a \$28,000 trade-in. The budget was prepared with the intent to trade-in the unit being replaced.

The Policy report makes a clear case for the need to add a 6th vehicle to the Refuse fleet. However, the amount of repairs expended on the proposed unit for trade-in (#3387), already exceed the cost to replace it (\$232,778 in repairs vs \$194,458 to purchase new).

Finance recommends trading in unit #3387. The current replacement schedule shows skipping a purchase in 2021 and making the final replacement purchase in 2022. Another vehicle could be added in 2021 and the final purchase in 2022 would increase the fleet.

Funding in the amount of \$166,458.31 is available in the Refuse Operating fund.