



“...meeting community needs...enhancing quality of life.”

TO: Finance Committee
FROM: Jeri Ohman, Finance Director
DATE: April 19, 2022
RE: Request to Approve Budget Amendment for Fire Truck Purchase

The Appleton Fire Department (AFD) is requesting to purchase a PUC Engine prior to May 1, 2022 to avoid a 7% price increase and any subsequent inflationary price increases that may occur later this year. The purchase price details are:

Purchase Date	Price	Prepayment Savings	Final Purchase Price	Total Savings
Prior to May 1, 2022	\$790,800	\$35,000	\$755,800	\$90,200*
After May 1, 2022	\$846,000	\$38,000	\$808,000	\$38,000

*Total Savings amount reflects the savings of \$55,200 for purchasing prior to May 1st plus the prepayment savings of \$35,000.

The purchase price of the vehicle, if ordered before May 1st and applying the prepayment savings, would be \$755,800. The source of funding requested is a combination of CEA Replacement funds and an increase in the amount of general obligation debt issued in 2022 as follows:

CEA Replacement Fund	\$410,800
Debt Proceeds	<u>\$345,000</u>
Purchase Price	\$755,800

This item was approved by the CEA Review Committee on April 11, 2022. A copy of that memo is attached for your review.

Thank you for your consideration of this budget adjustment. Feel free to contact me if you have questions.