



Report to VB

Agenda Item: Budgeting for a new Dump/Plow Truck
Meeting Date: March 24, 2025
Referring Body: APC
Committee Contact: Chris Voll
Staff Contact: Greg Ulman
Report Prepared by: Greg Ulman

AGENDA ITEM: Budgeting for a new Dump/Plow Truck

OBJECTIVE(S): To have a plan on purchasing a new plow/dump truck.

HISTORY/BACKGROUND: Our 2006 Sterling tandem axle dump truck is up for replacement, and to help with the budgeting we received a few initial quotes to get a more accurate price. The quote for the chassis will range around \$148,000, while the body of the truck will be roughly \$167,000, for a total around \$315,000. Again, these are just preliminary budgetary quote numbers and we won't know the official price until we go out for bid. Once we place the order, the truck chassis will take 3 months to arrive, after the truck chassis has arrived it will take another 12 months for the body to be assembled.

We are looking at 3 scenarios on how to fund the truck from the Capital Equipment Replacement Fund #750, which currently has a balance of \$353,531.83 (as of 1/1/25), with budgeted 2025 expenditures of \$86,000, the 2025 year-end balance will be **\$267,531.83**:

1. Pay for the truck chassis in 2025 with the available funds and pay for the body in 2026 from the capital equipment fund #750, which would leave us with roughly \$119,531.83 in the account for the rest of 2025, until new funds are added next budget year.
2. Pay for the chassis and part of the body with the capital equipment replacement fund #750 in 2025 by using \$165,000 from the fund. Which would leave us a balance of roughly \$102,531.08 in the account for the rest of 2025, and fund the remaining portion of the body of the truck with our excess salt budget money from our salt/brine account which currently has a balance of \$225,000, with a salt order of \$53,000 to come yet in spring, which would leave us at \$172,000. We would then spend roughly \$151,000 of that with a remaining balance of roughly \$21,000.
3. Wait until next year, 2026, to order the truck chassis and body with higher inflation fees of roughly \$6,000 as well as additional federal government emissions fees of \$30,000, while it would still be a 12-18-month lead time for the completion of the vehicle.

Before staff goes out for bid on this item we would like to have direction on how we would finance this piece of equipment as well as should we continue with the bidding process this year or wait until 2026.

PROPOSAL: To have APC give a recommendation to the village board on how to finance the new dump/plow truck.

RECOMMENDED ACTION: Approve a motion for the Village Board on how to finance the new dump/plow truck and continue with the bidding process, or wait until 2026.

ATTACHMENTS: 5-year plan, quotes, and budgetary numbers.