
CITY OF PORT LAVACA

CITY COUNCIL MEETING: SEPTEMBER 22, 2025

DATE: SEPTEMBER 5, 2025

TO: THE HONORABLE MAYOR AND CITY COUNCIL MEMBERS

FROM: BRITTNEY HOGAN, FINANCE DIRECTOR

SUBJECT: CONSIDER AND APPROVE RESOLUTION REGARDING A FINANCE CONTRACT FOR THE PURPOSE OF PROCURING FIRE TRUCK

BACKGROUND:

The City Council and staff have discussed in our recent CIP workshop on July 28th, 2025 the procurement of a new Pierce Enforcer fire truck. The City's CIP for fiscal years 2026-2030 was approved at the regular council meeting on September 8th, 2025. This approved CIP includes the planned purchase of a fire truck in fiscal year 2027 with the use of capital lease funds. As noted in previous discussions, the current estimate has a delivery time of 50-53 months from order date. We cannot put in an order until we have the availability of funds. The first step in this process is to approve a resolution to secure the financing of the fire truck through Government Capital Corporation (GCC) and to issue the financing contract as a "qualified tax exempt" obligation.

FINANCIAL IMPLICATIONS:

As previously discussed, this will be a five year commitment with the principal amount of \$1,206,613 at an interest rate of approximately 4.784% and annual payments to be approximately \$277,035.20. The first payment to begin one year after signing and annually thereafter.

RECOMMENDATION:

To approve the resolution regarding a finance contract for the purpose of procuring a fire truck for the Fire department.