



MEETING OF NOVEMBER 7, 2023

TO: Mayor Jordan and City Council
THRU: Susan Norton, Chief of Staff
FROM: Tim Nyander, Utilities Director
DATE:
SUBJECT: Budget Adjustment for Unit 3016 and Unit 9237 Repair/Replacement

RECOMMENDATION:

Staff recommends approval of a budget adjustment in the amount of \$20,000.00 to cover the repair and replacement costs for Unit 3016 and Unit 9237 used by the Water & Sewer Division.

BACKGROUND:

Units 3016 (F550 Diesel Service Truck) and 9237 (Equipment Trailer) were involved in an accident on July 15, 2023. The accident resulted in a major oil leak on unit 3016 ultimately resulting in complete failure of the engine. Engine replacement cost is estimated at \$20,000. Water/Sewer will split this expense equally with Fleet.

In the same accident, unit 9237 overturned and was a total loss. Fleet has collected \$3,196.26 towards the replacement, requiring Water/Sewer to make up the difference of \$7,326.52 to purchase the new trailer for a total of \$10,522.78.

DISCUSSION:

Water and Sewer's portion of the total cost to repair/replace the units is approximately \$20,000.00. Staff recommends approval of a budget adjustment that would move funds from the capital Water & Sewer Equipment Expansion account to the Water & Sewer operations account to fund the cost of the repairs.

BUDGET/STAFF IMPACT:

A budget adjustment is attached that would move funds from the Water & Sewer Equipment Expansion account to the appropriate accounts/projects for the transactions.

ATTACHMENTS: SRF (#3), BA (#4)