

# Staff Report

**TO:** Board of Directors

**FROM:** Chip Close, Director of Water Operations

**DATE:** June 28, 2023

**SUBJECT: Purchase of Replacement ¾ Ton Utility Truck & Budget Amendment**

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## ***WATER OPERATIONS***

### **RECOMMENDATION:**

Adopt Resolution 2023-29 approving the following amendment to the 2023 Annual Budget as follows:

1. Amend the 2023 Annual Budget to reduce the Fund 10 Water Operations, Water Purchase Budget by \$50,600.
2. Amend the 2023 Annual Budget to increase appropriations in Fund 15 by \$50,600 to create a new capital project to purchase a Ford F-250 4X4 truck.
3. Authorize the General Manger to execute the appropriate documents for the purchase of the 2022 Ford F250 truck from Geweke Ford in the amount of \$50,597.33.

### **BACKGROUND:**

The Water Operations Department (Operations) utilizes 46 vehicles in the daily routine of providing water to the District's customer base. Operations consults with the District's Fleet Department annually to determine the vehicles recommended for replacement during budget development. The recommendations are generally based upon on the age of the vehicle, mileage, and repair history. Staff is recommending replacement of vehicle # 10262 which has 118,481 miles. This truck is vital in the operation and maintenance of the District's 250 treated water pressure regulating stations. This truck is slated for replacement in the 2024 budgetary year; however, staff is recommending accelerating the purchase due to coming zero emissions regulations anticipated in 2024. Ultimately, purchasing now will save the District money in the long term.

The District sent out requests for quotes from 7 local dealerships with the bid results as follows:

Vendor Name	Vehicle Cost	Taxes & Fees	Discount	Total
Geweke Ford	\$54,183.00	\$4,002.33	\$8,400.00	\$50,597.33
Hoblit Dodge	\$59,189.00	\$5,165.04	-	\$64,354.04
Winner Chevrolet	\$60,542.00	\$5,447.05	-	\$65,989.05
Corning Ford	No Bid			
Ron Dupratt	No Bid			
John L Sullivan Chevrolet	No Bid			
Maita Chevrolet	No Bid			

The low bidder, Geweke Ford, is not only offering a discount, but has the truck available for immediate delivery.

**BUDGETARY IMPACT:**

The 2023 Water Operations Capital Budget (Fund 15) did not anticipate the purchase of this vehicle; therefore, a budget amendment will be necessary to add the proposed purchase to the capital program and to transfer money to pay for the purchase. Staff is proposing to the following:

4. Reduce Operations Water Purchase Budget by \$50,600.
5. Increase appropriations in Fund 15 by \$50,600 and create a new capital project to purchase a Ford F-250 4X4 truck.

This proposed action will have not impact on the unassigned fund balance for Fund 10.

Attachments: (1)

- Resolution 2023-29



**RESOLUTION NO. 2023-29**  
**OF THE BOARD OF DIRECTORS OF THE NEVADA IRRIGATION DISTRICT**  
**PURCHASE OF A ¾ TON 4WD CAB & CHASSIS TRUCK AND**  
**BUDGET AMENDMENT**

**WHEREAS**, the District's Water Operations Department utilizes truck #10262 to operate and maintain the District's pressure regulating stations thereby protecting the treated water system from over-pressurization; and

**WHEREAS**, truck #10262 is nearing the useful lifespan at 120,000 miles, and will soon be retired and sold at auction; and

**WHEREAS**, replacement of this vehicle was anticipated in 2024; however, accelerating replacement is anticipated to provide substantial savings due to the State of California's adoption of new zero-emissions regulations that will impact the purchase of this type of on-road vehicle beginning in January 2024; and

**WHEREAS**, the Board of Directors adopted the 2023 Annual Budget on December 14, 2022 which did not include funding for this replacement; and

**WHEREAS**, a budget amendment to facilitate replacement in 2023 will be necessary;

**NOW, THEREFORE, BE IT RESOLVED AND PROCLAIMED** by the Board of Directors of the Nevada Irrigation District hereby approves the following:

1. Amendment of the 2023 Annual Budget to reduce the Fund 10 Water Operations, Water Purchase Budget by \$50,600.
2. Amendment of the 2023 Annual Budget to increase appropriations in Fund 15 by \$50,600 to create a new capital project to purchase a Ford F-250 4X4 truck.
3. Authorization to allow the General Manger to execute the appropriate documents for the purchase of the 2022 Ford F250 truck from Geweke Ford in the amount of \$50,597.33.

**PASSED AND ADOPTED** by the Board of Directors of Nevada Irrigation District at a meeting duly called and held within the District on the 28th day of June 2023, by the following roll call vote:

**AYES:** Directors:  
**NOES:** Directors:  
**ABSENT:** Directors:  
**ABSTAINS:** Directors:

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President of the Board of Directors

**Attest:**

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Secretary to the Board of Directors