

**SPECIAL
FINANCE/PURCHASING & BUILDING COMMITTEE
May 17, 2016**

A meeting of the Finance/Purchasing & Building Committee was called to order at 4:00 pm by Alderperson Fett in the Council Chambers, City Hall. Roll call: Alderpersons Fett, Stults and Ireland were present. Also present: City Administrator VanLieshout, Finance Director/City Treasurer Clarizio, Fire Chief Dietman, Assistant Fire Chief Montevideo and Receptionist Metzger.

A motion was made by Alderperson Stults, seconded by Alderperson Ireland to adopt the following agenda:

1. Roll call.
2. Adoption of agenda.
3. Consideration of: Budget Amendment for Purchase of Self-Contained Breathing Apparatus Units.
4. Adjourn.

Carried.

Consideration of: Budget Amendment for Purchase of Self-Contained Breathing Apparatus Units.

Fire Chief Dietman began the discussion explaining that the self-contained breathing apparatus units have a life expectancy of 15 years. In 2007 the Fire Department received a grant to replace 20 units which will come due for replacement in 2022. Currently, \$14,000- \$15,000 is set aside annually in the capital budget to replace a few units each year. Due to changes in NFPA standard, if the Fire Department continues to purchase the same type of unit (2216psi bottle), they would lessen the effective working time since the new NFPA standard has the low air alarm set at 33% of the total capacity. This would only allow for 8-11 minutes of working air. Chief Dietman explained that any new purchases will be with the new NFPA standard, and changing to a 45 min 4500psi unit. Three different brands were tested by the department one of which is Interspiro. Interspiro has presented the city with a one-time offer to purchase 40 units in the amount of \$202,394.00, less a grant in the amount of \$10,798.00 with total purchase price in the amount of \$191,596.00. Additionally, the potential revenue from the sale of the existing SCBA equipment could generate approximately \$10,000.00 - \$15,000.00 in revenue. By purchasing the 40 air packs now the city would save \$90,000 between now and 2022. This offer expires July 15, 2016, after which the cost will increase to the standard \$5,399 per air pack. Chief Dietman stated that the cost adjustment would come off the 2017 aerial truck purchase. There would be an increase to the capital budget for 2016 but a decrease for 2017. The aerial truck can still be purchased for under \$1,000,000.00. Finance Director/City Treasurer Clarizio stated that a loan was originally planned for the 2017 aerial truck purchase. While anticipating that the debt difference between the increased air pack cost and decreased aerial truck cost should be as originally planned. Ms. Clarizio stated that if the State issues the debt obligation, a payment may not need to be made for 2016. City Administrator Van Lieshout commented that the tax levy would not be affected by the budget amendment because the aerial truck purchase is coming in at a lower cost for 2017. Chief Dietman stated that rather than incremental budgeting on an annual basis they would budget every 15 years as a replacement.

Moved by Alderperson Stults, seconded by Alderperson Ireland to accept the quote from Paul Conway Shields in the amount of \$202,394.00, less the grant in the amount of \$10,798.00, to purchase 40 SCBA units and associated equipment in an amount not to exceed \$191,596.00, and to waive the City's purchasing policy bidding requirements. Further, authorize the issuance of debt for the purchase of the SCBA units and associated equipment. Carried.

Moved by Alderperson Fett, seconded by Alderperson Stults to adjourn. Carried. The meeting adjourned at 4:16 pm.

Respectfully submitted,
Tricia Metzger