



To: Chairman Kelby Robison and MVWD Board of Directors

From: Lon Dalley, Assistant General Manager

Date: July 30, 2025

Subject: FY26 Vehicle Replacement Budget

Background

At the May 2025 Board meeting, the FY26 Vehicle Replacement budget was approved in the amount of \$110,000.00 for the replacement of the two 2017 GMC 2500 trucks. This amount was set lower than the cost of the new vehicles due to accounting for the additional monies the District would receive from the trade-in/sale of the old vehicles which would offset the difference.

Due to the engine issue with Truck #2172, and not receiving the anticipated trade-in/sale value for that vehicle, it leaves the approved Vehicle Replacement budget short by a minimum of \$2,500.00, which does not include truck bed boxes, tinting, etc. for the new trucks.

Budgeted Amount = \$110,000.00

New Vehicles Purchase = \$136,000.00

Sale of Old Vehicles \$20,001.00 / \$3,500.00 = \$23,501.00

Previously Approved Vehicle Replacement Budget Deficit = \$2,499.00

The verbiage below in bold, from the approved FY26 budget, references the need to bring approved item back for Board approval.

Staff has incorporated the comments from previous Board of Directors meetings concerning approval of the purchasing of capital improvement items that are budgeted & formally approved in the District Fiscal Year 2026 budget.

The General Manager has the authority & approval to solicit bids & purchase all Capital Improvement items identified in the Moapa Valley Water District FY2026 Budget as long as the following criteria are met

- **Purchases are within the approved budgeted amount**
- **The Board of Directors are notified of the budgeted purchases at the next Board of Directors meeting**
- **All purchases above the approved budgeted amount must be approved by the Board of Directors prior to the purchase being made.**

Suggested Motion

Move to ratify the purchases of the vehicle replacements from the FY26 Vehicle Replacement Budget, due to exceedance of the previously approved budgeted amount.