

## Explanation of WFLSD vehicle replacement program.

WFLSD annually places funds into a savings account to fund the purchase of replacement vehicles. This Vehicle Replacement Fund is part of the District's Reserve Fund.

WFLSD has paid cash for vehicle purchases since the late 80's. This process saves the taxpayer money, as the District does not have to finance the purchases through the use of bonds, thus eliminating the need to pay interest.

Vehicle Type	Anticipated Life Span	Number of units
Fire Engine	15 Years	5
Ladder Truck	15 Years	1
Aid Car	10 Years	6
Staff Vehicle & Command	10 Years	14

A replacement schedule has been established calling for replacement based on the anticipated life span for each type of vehicle. Vehicles are assessed as they reach that life span, and their service life may be extended, delaying replacement, if they are still mechanically sound.

Replacement costs are estimated, using an inflationary figure of 5% to 7% per annum, as it relates to the purchase price paid for the vehicle that is to be replaced. That provides us an amount to have saved by the time the vehicles replacement is needed.

Current plan for 2008 – 2014.

Vehicle Replacement Fund	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Beginning Cash Balance	700,737	905,737	217,737	547,737	182,737	652,737	344,737
Deposit to fund	307,000	350,000	400,000	450,000	500,000	500,000	550,000
EXPENDITURES							
Engine / Truck		690,000		775,000		782,000	
Aid (2 in 09, 2 in 14)		348,000					488,000
Command	70,000						
Staff	32,000		70,000	40,000	30,000	26,000	74,000
Annual Expenses	102,000	1,038,000	70,000	815,000	30,000	808,000	562,000
Ending Cash Balance	905,737	217,737	547,737	182,737	652,737	344,737	332,737