

# Memorandum

TO: Finance, Legal and Expenditure Subcommittee

FROM: Martin Cleveland

SUBJECT: Account over 110% - #01-01-00-4052  
Vehicle and Equipment – Repair and Parts

DATE: June 5, 2007

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The budgeted amount for account #01-01-00-4052 for Fiscal Year 2007 is \$110,000. The current expenditure for this account is \$120,207 or 109.8% of the budget. This account is used for all District vehicles/equipment repair and parts, such as tires, batteries, belts, etc. The primary reason for the overage is that the District purchased 4 new tires at a cost of \$23,290.48 (\$5,822.62 per tire) for a 1993 Caterpillar 615c Scraper. This is the first set of replacement tires for this scraper. The purchase was made in Fiscal Year 2006, but the invoice was not received until Fiscal Year 2007, so this \$23,290.48 expense dramatically impacted the FY2007 budget.

**It is Management's recommendation that the Subcommittee recommend to the Board that account #01-01-00-4052 Vehicles/Equipment – Repair and Parts be allowed to exceed 110% of budgeted amount of \$110,000.**