Finance Report
for
Fire Apparatus Purchase

Date: *November 2, 2017*

Purpose: *Financing Options*

Recommendation: *Finance the Purchase for 7 years with Zion's Bank*

Background:

The City Council authorized the purchase of the fire apparatus and the order was placed. A portion of the purchase comes from Public Safety Impact Fees, with the balance of $300,000 being financed. This report is for the financing of the purchase.

The City requested quotes from multiple banks and received quotes from State Bank of Southern Utah and Zion's Bank. The terms are for financing the fire apparatus with a total cost of $300,000 for a seven-year term. All the quotes call for annual payments beginning in FY 2019. The proposed rates from the banks are as follows:

State Bank of Southern Utah	3.90%
Zions Bank	2.68%

Staff recommends the City Council authorize the financing of this purchase through Zion's Bank.

Respectfully,

Wally Ritchie
Director of Finance

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