

MEMO

To: Carroll County Board of Supervisors
From: R. Cellell Dalton
Date: 8-8-19
Subject: Hillsville Volunteer Fire Department

Mr. Donnie Spangler with Hillsville Volunteer Fire Department will be presenting information pertaining to replacement of a Fire Engine.

Hillsville Volunteer Fire Department

115 Fulcher Street
Hillsville, VA 24343

Carroll County Board of Supervisors,

This letter is to inform you of Hillsville Fire Department's plan to purchase an Engine to replace Engine 4 which was involved in an accident and totaled. The money received from Insurance for Engine 4 was \$132,575.00.

It is our plan to purchase a replacement Engine that will not put a burden on Hillsville Fire Department's or Carroll County's budget. This can be accomplished by using the \$132,575.00 as a down payment and using the Aid to Localities (ATL) money from the state to make the yearly payment. Current interest rate for a 15 year loan from Republic First National is 3.5% for a fire truck purchase. Republic First National works with all fire truck manufactures in financing their trucks.

Currently, Hillsville Fire owes approximately \$60,000.00 on Engine 3 and the yearly payment comes from the ATL money. We plan on paying Engine 3 off with IDA's permission which will free the money up to pay the yearly payment for the replacement Engine and decrease debt load on the county.

Hillsville Fire is asking permission to use the ATL money to make yearly payments on the replacement purchase with the understanding that the payment will not exceed yearly ATL allotment. This will assure that no more cost is added to Hillsville Fire or the County's budget with the replacement purchase.

Sincerely,

A handwritten signature in black ink, appearing to read "Donnie Spangler", written in a cursive style.

Chief Donnie Spangler