PALO VERDE COMMUNITY COLLEGE DISTRICT
BOARD OF TRUSTEES
AGENDA ITEM REQUEST

Meeting Date:

- ☐ Consent
- ☒ Action
- ☐ Information

AREA: Fiscal
RESOLUTION TITLE: Ratification of Purchase Agreement- Ally Bank

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BACKGROUND:

Business Services requests to ratify the loan contract with Ally Bank for the purchase of a 2015 Ford Fusion.

The college traded in two 2005 Chrysler Town & Country's for $ 2400.00. The District originally was going to receive 0% interest on a 60 month loan. We were recently notified that a Federal law prohibits public agencies from qualifying for retail loans. We were able to secure financing at 4.1% interest for 60 month loan with $ 3000.00 cash back. The breakdown of Financing listed below:

Cost of Vehicle:	$ 27769.00
Cash Back:	$ - 3000.00
Less Trade-In:	$ - 2400.00
Warranty 60mo/100K	$ 1893.00
Sales Tax:	$ 2227.92
Interest at 4.1%	$ 2927.53
Doc Fee:	$ 80.00
Tire Tax:	$ 8.75
Amount Financed:	$ 29506.20

FISCAL IMPLICATIONS:

Payments are $491.77 per month for 60 months, for a total cost of $29,506.20. A savings of 441.23 or 5295.00 annually.

RECOMMENDATION:

Business Services recommends ratification of the purchase agreement.

Administrator Initiating Item:	College Council/Full Admin Review Date:
Russi Egan RE	