



Oct 14, 2024

Gene McCullough
City of Clinton, Public Works Director
415 Gary Blvd
Clinton, OK 73601

Re : FY 2025 Maintenance Cap Adjustment

Dear Mr. Gene McCullough

At the end of FY 2024 the maintenance cap was exceeded by \$40,520.74. We discussed reducing this year's maintenance cap to absorb that overage in FY 2025. Inframark is recommending the following solution. First, the city will pay the current invoiced amount of \$40,520.74. Secondly, Inframark will reduce the monthly maintenance cap in the amount of \$5,065.09 starting with the November billing cycle and will continue through June 2025. This reduction over the next 8 months will total \$40,520.74. During FY 2025 Inframark will continue to work with the City to reduce the spend through the maintenance cap and utilize direct purchasing and the city credit card so that the purchases will be tax exempt.

Expense Category	Current Monthly Payment	Proposed Monthly Payment	Monthly Decrease
Maintenance Cap	\$9849.05 June 23-Oct 24	\$4775.96 Nov 24-June 25	\$5,065.09
TOTAL DECREASE			\$40,520.74

The amounts proposed above are calculated to address the decrease in the monthly payment for the remainder of annual maintenance cap.

If accepted, we would make this decrease effective for November 2024 billing.

Please let me know if you have any questions.

Sincerely,

Jeromy Brush
Regional Director, Central Region – Oklahoma

Gene McCullough
Public Works Director, Clinton, Ok
Date: 9/10/2024

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Starting Maint Cap	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05
Carry over	\$ (40,520.74)				\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)	\$ (5,065.09)
Net Total Cap	\$ 77,571.86	\$ 9,841.05	\$ 9,841.05	\$ 9,841.05	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96	\$ 4,775.96

..... Is already billed