

Priority: Accountability
Program Offer Type: Internal Service
Related Programs: 72060A

Lead Agency: County Management
Program Contact: Rich Swift

Program Characteristics:

Executive Summary

The Fleet Vehicle Replacement(FVR)program provides the management of vehicle replacement planning & funding for all County vehicles & equipment under the administration of Fleet Services.

Program Description

The Fleet administered FVR program buys, equips and sells County vehicles & equipment to ensure that the County owns the right mix and quantity of fleet related assets to meet County operational and transportation needs. Fleet works with County Departments to continually evaluate and adjust asset purchases, replacements and disposals to get the right number and types of vehicles to match the County's changing needs. This approach has resulted in a 20% reduction in the County's transportation vehicles since the Fleet audit in 2000. Fleet also seeks to maximize resale funds returned to the County.

Program Justification

The FVR program supports Accountability's primary factor of Resource Management through the strategy of "manage resources and service delivery costs effectively" by ensuring that the County acquires, equips, and delivers assets to match program current and anticipated needs. Fleet also disposes of surplus equipment through methods designed to either return maximum cash value back to the FVR program for future acquisitions or foster goodwill through cooperative government sales.

Fleet works with County Departments to plan and budget resources such that total cost of ownership is kept as low as possible. Fleet's customer communications processes emphasize researching options to best match the programs needs by clearly identifying requirements, equipment specifications, vehicle types, accessories/components, fuel types & technologies. Fleet works closely with Sustainability & County leadership to assess risk, cost, and use of appropriate alternative fueled vehicles.

Performance Measures

Measure Type	Primary Measure	Previous Year Actual (FY05-06)	Current Year Purchased (FY06-07)	Current Year Estimate (FY06-07)	Next Year Offer (FY07-08)
Output	# of units sold	63	0	55	65
Outcome	County fleet inventory on replacement plan	0.0%	0.0%	70.4%	71.0%
Quality	Customer satisfaction with delivered vehicles	0.0%	0.0%	0.0%	95.0%
Outcome	Surplus sales revenues (as percentage of purchase price)	0.0%	0.0%	10.0%	10.0%

Performance Measure - Description

✔ **Measure Changed**

of units sold will indicate workload and appropriate turnover for revenue receipts

% on replacement plan will indicate any funding liabilities

% customer satisfaction will be measured by a survey following the delivery of vehicle to departments and will indicate workload efficiencies

% surplus sales revenues as a percentage of price indicates how much the replacement fund is recovering toward reducing total cost of ownership

Legal/Contractual Obligation

Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
Program Expenses	2007	2007	2008	2008
Contracts	\$0	\$3,750	\$0	\$10,696
Capital Outlay	\$0	\$5,075,252	\$0	\$5,150,546
Subtotal: Direct Exps:	\$0	\$5,079,002	\$0	\$5,161,242
Administration	\$0	\$31,815	\$0	\$32,791
Program Support	\$0	\$0	\$0	\$0
Subtotal: Other Exps:	\$0	\$31,815	\$0	\$32,791
Total GF/non-GF:	\$0	\$5,110,817	\$0	\$5,194,033
Program Total:	\$5,110,817		\$5,194,033	
Program FTE	0.00	0.00	0.00	0.00
Program Revenues				
Fees, Permits & Charges	\$0	\$1,457,573	\$0	\$1,309,267
Intergovernmental	\$0	\$105,719	\$0	\$116,335
Other / Miscellaneous	\$0	\$3,841,401	\$0	\$3,748,369
Program Revenue for Admin	\$0	\$0	\$0	\$0
Total Revenue:	\$0	\$5,404,693	\$0	\$5,173,971

Explanation of Revenues

Funded by internal service reimbursements based on a simple method of current purchase cost divided by years of life, creating the annual replacement rate; then divided by 12 for a fixed monthly fee. Surplus sales & salvage values remain in the fleet fund to hedge against unforeseen increases in purchase costs at time of replacement.

Significant Program Changes

✔ Significantly Changed

Last year this program was:

This is a new program offer this year being separated from Fleet Services #72060 due to the \$5M restriction.

\$4,292,851 total budgeted for capital expenses: \$1.64M planned for vehicles due for replacement in FY08; remaining held in balance for vehicles currently on delayed replacement.