

Lead Agency: County Management

Program Contact: Rich Swift

Program Offer Type: Internal Service

Related Programs:

Program Characteristics:

Executive Summary

Vehicle Replacement Planning is provided as an interdependent function within Fleet Services (72081). Our key objective is to buy and equip vehicle assets to maximize investment return while keeping customers equipped with appropriate transportation options

Program Description

Fleet Services collects and manages the funding for future replacement of vehicles and equipment. Fleet Services will specify, bid, award, receive, inspect, prepare for service and assign replacement vehicles. Fleet Services also manages the re-sale program (surplus disposal) for County vehicles. Vehicles are placed on an established life-cycle replacement schedule and replacement funds are collected from programs with assigned vehicles and uses the collected funds to buy new vehicles after the pre-determined years of life are met. The process to acquire and replace a current vehicle involves assessing the following elements: vehicle utilization (miles driven/time of operation); department/program needs; current working condition of vehicle; vehicle downtime and predicted future repair costs; safety; and sustainability.

Performance Measures

Measure Type	Primary Measure	Previous Year Actual (FY08-09)	Current Year Purchased (FY09-10)	Current Year Estimate (FY09-10)	Next Year Offer (FY10-11)
Output	% of vehicles that are on delayed replacement	77.0%	50.0%	60.0%	50.0%
Outcome	Surplus gross sales revenue as % of purchase price	9.1%	10.0%	15.0%	10.0%

Performance Measure - Description

Cuts to programs has an impact on the number of vehicles that we continue to delay replacing. General economic health has an impact on the revenues received for sales of surplus vehicles. We sold high-value equipment with excellent returns and low costs this year. Next year, we will be changing our auctioneer; sale revenues are expected to increase, but so are the commissions and costs.

Legal/Contractual Obligation

None.

Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
Program Expenses	2010	2010	2011	2011
Contracts	\$0	\$0	\$0	\$3,000
Materials & Supplies	\$0	\$0	\$0	\$540,567
Capital Outlay	\$0	\$1,892,173	\$0	\$3,342,482
Unappropriated & Contingency	\$0	\$0	\$0	\$0
Total GF/non-GF:	\$0	\$1,892,173	\$0	\$3,886,049
Program Total:	\$1,892,173		\$3,886,049	
Program FTE	0.00	0.00	0.00	0.00
Program Revenues				
Fees, Permits & Charges	\$0	\$210,343	\$0	\$1,300,984
Intergovernmental	\$0	\$0	\$0	\$0
Other / Miscellaneous	\$0	\$2,237,576	\$0	\$3,228,640
Total Revenue:	\$0	\$2,447,919	\$0	\$4,529,624

Explanation of Revenues

Vehicles are placed on an established life-cycle replacement schedule and replacement funds are collected on a monthly basis from programs with assigned vehicles. The replacement amount is based on the vehicles actual cost. Fleet Services uses the replacement funds to buy replacement vehicles after the pre-determined years of life is met. If a vehicle is not replaced after its predetermined replacement life is reached, replacement charges are stopped.

Significant Program Changes

Last year this program was: #72082, FREDS Fleet Vehicle Replacement
 Offer 72082 has increased by \$1,616,641. Capital Equipment can fluctuate by large amounts from year to year. The expense amount for any one fiscal year is determined by the number and vehicle types designated for replacement and the actual cost to replace each asset. These are all variables that change from year to year. Replacement costs are pre-paid so funds are already accounted for in the Fleet Fund. This increase was also influenced by the fact that some County programs chose to defer replacement of assets in FY2010 to FY2011.