

Lead Agency: Department of County

Program Contact: Garret Vanderzanden

Program Offer Type: Internal Service

Related Programs:

Program Characteristics: In Target, Climate Action Plan

Executive Summary

Vehicle Replacement Planning is provided as an interdependent function within Fleet Services (offer # 78028). The key objective is to administer the life-cycle replacement schedule and collection of replacement funds on assigned vehicles and equipment (capital expenditures). This service is responsible for keeping Department customers supplied with vehicle and equipment options that support their core operational missions.

Program Description

Fleet Services, through the Fleet Vehicle Replacement program, provides the following services:

- Collects and manages the funding for future replacement of vehicles and equipment;
- Specifies, bids, awards, receives, inspects, prepares for service, and assigns replacement vehicles and equipment;
- Administers the vehicle and equipment re-sale program (surplus disposal), using revenue received used to offset future vehicle and equipment purchases;
- Establishes and administers the life-cycle replacement schedule used to determine collection of replacement funds on assigned vehicles and equipment. The collected funds are used to buy new vehicles after the predetermined years of life are met;
- Collaborates with departments and programs to evaluate the following elements when considering purchase of a new or replacement vehicle or piece of equipment: 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;
- Ongoing evaluation of opportunities for electric and hybrid vehicles when purchasing new vehicles. The Fleet Vehicle Replacement Program is the primary contributing factor to the following areas in the Local Government Operations component of the 2009 Climate Action Plan:
 - 18-6 "...meet minimum fleet fuel efficiency standards and use low-carbon fuels.";
 - 18-7 "Buy electric and plug-in hybrid vehicles for City and County fleets as they become commercially available."

Performance Measures

Measure Type	Primary Measure	Previous Year Actual (FY11-12)	Current Year Purchased (FY12-13)	Current Year Estimate (FY12-13)	Next Year Offer (FY13-14)
Output	Vehicles and equipment on delayed replacement	28.0%	50.0%	50.0%	25.0%
Outcome	Surplus gross vehicle and equipment sales revenue as % of purchase price	14.0%	10.0%	14.0%	14.0%

Performance Measure - Description

"Vehicles and equipment on delayed replacement" is based on the % of vehicles that have gone beyond the date established for purchasing a replacement. This had been significantly reduced in FY12 from 83% in FY11. The current year estimate is projecting a slight spike due a significant # of vehicles due for replacement in FY13.

"Surplus gross vehicle and equipment sales revenue as % of purchase price" looks at the revenue we receive when we bring a surplus vehicle to auction. We have seen this # increase 4% over previous years with the implementation of a new vendor contract for auction services, coupled with a more aggressive approach to replacing vehicles on time.

Legal/Contractual Obligation**Revenue/Expense Detail**

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
Program Expenses	2013	2013	2014	2014
Capital Outlay	\$0	\$4,106,239	\$0	\$4,648,368
Total GF/non-GF:	\$0	\$4,106,239	\$0	\$4,648,368
Program Total:	\$4,106,239		\$4,648,368	
Program FTE	0.00	0.00	0.00	0.00
Program Revenues				
Fees, Permits & Charges	\$0	\$1,404,393	\$0	\$1,611,540
Other / Miscellaneous	\$0	\$2,634,370	\$0	\$149,000
Total Revenue:	\$0	\$4,038,763	\$0	\$1,760,540

Explanation of Revenues

Vehicle and equipment are placed on an established life-cycle replacement schedule. Replacement funds are collected on a monthly basis from programs with assigned vehicles and equipment. If a vehicle or piece of equipment is not replaced after its predetermined replacement life is reached, replacement charges are stopped. Proceeds from vehicle sales are returned to the Fleet fund to offset future replacement costs.

Significant Program Changes

Last year this program was: #78017, Fleet Vehicle Replacement