

Department:

Program #78401 - Fleet Vehicle Replacement

County Assets Program Contact: Garret Vanderzanden

Program Offer Type: Internal Service Program Offer Stage: As Proposed

Related Programs: 78400

Program Characteristics:

Executive Summary

Vehicle replacement planning is provided as an interdependent function within Fleet Services (program offer #78400-17). 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 county agencies supplied with vehicle and equipment options that support their core operational missions.

Program Summary

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 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 county agencies 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); agency operational 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 2015 Climate Action Plan:

- -19K-Develop a County fleet strategy that incorporates carbon emission reduction, electric vehicle and low-carbon transportation fuel goals;
- -19L-Purchase electric, plug-in hybrid and hybrid vehicles whenever they meet the user's needs. Include installation of electric charging stations where appropriate.

Performance Measures								
Measure Type	Primary Measure	FY15 Actual	FY16 Purchased	FY16 Estimate	FY17 Offer			
Output	Percent of vehicles and equipment on delayed replacement	15%	10%	10%	10%			
Outcome	Surplus gross vehicle and equipment sales revenue as % of purchase	29%	15%	20%	20%			
Output	Number of replacement Gap Vehicles Purchased	16	13	15	0			

Performance Measures Descriptions

Output - Vehicles and Equipment on Delayed Replacement is based on the % of vehicles that have gone beyond the date established for purchasing a replacement.

Outcome - Surplus Gross Vehicle/Equipment Sales Revenue as % of Purchase Price looks at the revenue we receive when we dispose of Fleet capital assets.

Output - Replacement Gap Vehicles Purchased is tracking of vehicles purchased related to FY14 Program Offer 78031.

4/15/2016

Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
Program Expenses	2016	2016	2017	2017
Personnel	\$0	\$134,129	\$0	\$0
Capital Outlay	\$0	\$4,763,999	\$0	\$5,965,054
Total GF/non-GF	\$0	\$4,898,128	\$0	\$5,965,054
Program Total:	ogram Total: \$4,898,128		\$5,965,054	
Program FTE	0.00	0.00	0.00	0.00

Program Revenues							
Other / Miscellaneous	\$0	\$1,677,160	\$0	\$1,832,300			
Interest	\$0	\$19,000	\$0	\$20,000			
Beginning Working Capital	\$0	\$3,728,902	\$0	\$4,112,754			
Total Revenue	\$0	\$5,425,062	\$0	\$5,965,054			

Explanation of Revenues

Vehicles 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 and aggregated until specified useful life has been met. Proceeds from vehicle sales are returned to the Fleet fund to offset future replacement costs. One-time only revenue was received in FY14, Program Offer #78031, to bridge a replacement funding gap for aging vehicles in the Fleet. This money, \$1.2M, was to be spent over a 3 year period, FY 2014-FY 2016, and is on track to be spent by end of FY16.

Significant Program Changes

Last Year this program was: FY 2016: 78040-16 Fleet Vehicle Replacement