LIVINGSTON COUNTY, MICHIGAN
CAR POOL DEPARTMENT

3950 W. Grand River, Howell, MI 48855
Phone 517-540-7847 **Fax** 517-546-5088
Web Site: www.livgov.com/lets

Memorandum

To: **Livingston County Board of Commissioners**

From: **Greg Kellogg, Transportation Director**

Date: **07/29/21**

Re: **Resolution Authorizing FY 2022 Vehicle Replacements Leased through the County's Partnership with Enterprise Fleet Management – Car Pool**

The Livingston County Car Pool Department is requesting authorization to replace fifteen (15) County-owned vehicles with new vehicles leased through Enterprise Fleet Management, per the agreement authorized under Resolution 2019-09-128. These vehicles were recommended for replacement based on age, mileage, and other factors as determined by Enterprise and Car Pool.

All vehicles will be on 60-month lease terms with no mileage caps, and departments may retain the leased vehicles without penalty after the lease term has ended. The leased vehicles will be titled by Enterprise and returned to Enterprise for resale upon lease termination, with the County entitled to the remaining equity which will be applied to the subsequent lease to reduce the monthly payment (less a $375 per vehicle remarketing fee).

The annual lease costs have been included in the departments' FY 2022 Level 2 Auto Leasing budgets at a total cost not to exceed $97,151 per the attached list. The lease costs are paid monthly by Car Pool, which charges the departments back through the Munis General Billing module for the lease costs and other vehicle expenses.

The Enterprise program allows the County to leverage additional manufacturer's incentives in combination with government fleet pricing. It also includes a Full Maintenance Program for leased vehicles that covers routine preventive maintenance items and unexpected mechanical repairs for a fixed monthly fee over the lease term (Sheriff's pursuit vehicles are not eligible). This program facilitates more consistent budgeting for maintenance and repairs which are difficult to predict, particularly after the manufacturer's warranty expires.

The County-owned vehicles being replaced will be disposed of via public auction by the Car Pool department.

If you have any questions please contact me directly at x7843.