



Memorandum

To: Livingston County Board of Commissioners
From: Greg Kellogg, Transportation Director
Date: 01/30/2023
Re: Resolution Authorizing an Additional 2023 Vehicle Replacement Lease for the Sheriff Field Services Division – Car Pool

The Livingston County Car Pool Department is requesting authorization to replace one (1) additional vehicle in FY 2023 to be leased through the County's partnership with Enterprise Fleet Management.

The vehicle being replaced is a 2018 Chevrolet Traverse that was purchased through the legacy Car Pool capital replacement (a.k.a. "lease") program and was recently diagnosed with terminal engine problems that would require engine replacement to keep the vehicle in service. This Traverse has over 100,000 miles and has no payments remaining on the capital replacement program and therefore immediate replacement is warranted and recommended.

The replacement vehicle will be a similar model mid-size SUV with payments estimated at \$760 per month. This estimate is based on an active lease for a 2023 Ford Explorer for comparison, but the actual replacement vehicle will depend on available inventory, which Enterprise is currently searching.

The replacement vehicle will be on a 60-month lease term with no mileage cap, and the department may retain the leased vehicles without penalty after the lease term has ended. The leased vehicle will be titled by Enterprise and returned to Enterprise for resale upon lease termination, with the County entitled to the remaining equity less a \$375 per vehicle remarketing fee.

The replacement lease was not originally included in the 2023 Sheriff Field Services Auto Leasing budget, so a budget amendment may be necessary later in the year. The County-owned vehicle being replaced will be disposed of via public auction by the Car Pool department.

If you have any questions please contact me directly at 517-540-7843.