

Public Hearing: March 31, 2003

F A C T S H E E T

TITLE: Lease of four-wheel street sweeper for sweeping of residential and arterial streets.

SPONSOR: Public Works & Utilities

OPPONENTS: Unknown

OTHER DEPARTMENTS AFFECTED:

STAFF RECOMMENDATION: For

APPLICANT: Public Works & Utilities

REASON FOR LEGISLATION: To accept and approve a three year/5,000 hour lease agreement with a buy out option between the City of Lincoln and Elgin Sweeper Company to provide a four-wheeled street sweeper for sweeping of residential and arterial streets.

D I S C U S S I O N

In leasing we are only paying depreciation on what we consider the optimum useful life of the sweeper in our application. It also allows us ability to evaluate the condition, product support and residual value at three year/5,000 hours. This will result in an increase in up-time and reduce the need for major reconditioning.

POLICY OR PROGRAM CHANGE: Normally purchased outright.

COST OF TOTAL PROJECT: \$98,272.50

SOURCE OF FUNDS:

CITY: \$98,272.50

NON CITY: None

BENEFIT COST:

FACT SHEET PREPARED BY:

Jim Chiles, Street Maintenance Operations

REVIEWED BY:

Director of Public Works/Utilities