

Jun  
6-19-17

RESOLUTION

ENTERPRISE FLEET MANAGEMENT, INC.

NON-CDL FLEET SERVICES LEASE AGREEMENTS

WHEREAS, the City's current Non-CDL Fleet totals 52 vehicles, with an average vehicle age of 12.5 years; and

WHEREAS, the Common Council wishes to provide for a fleet replacement process that will provide safe vehicles for employees while realizing a cost savings; and

WHEREAS, City staff have determined that entering into an agreement with Enterprise will allow for a safer, more cost-effective fleet and regular fleet replacement; and

WHEREAS, a review of the composition and number of vehicles in the fleet will occur and only vehicles essential to the city's operation will be replaced; and

WHEREAS, it is projected that there are considerable cost savings by implementing a fleet lease arrangement, as the city will transition the payment for these types of vehicles to a pay as you go model with the costs associated with the lease agreement built into the city's annual operations budget, with 2017 funding coming from fuel savings due to lower gas prices; and

WHEREAS, the Finance Committee, at a meeting held on June 6<sup>th</sup>, 2017, recommended entering into the attached Master Equity Lease Agreement with Enterprise FM Trust and Maintenance Management and Fleet Rental Agreement and Maintenance Agreement with Enterprise Fleet Management, Inc. for the city's Non-CDL Fleet Vehicles.

NOW, THEREFORE, BE IT RESOLVED that the Mayor and Common Council of the City of Manitowoc authorize the Finance Director and Director of Public Infrastructure to sign the attached agreements and any related documents necessary throughout the term of the agreement so long as budgeted are funds available to cover costs associated with the agreements.

Introduced JUN 19 2017  
Adopted \_\_\_\_\_  
Approved \_\_\_\_\_

Justin M. Nickels, Mayor

This Resolution was drafted by Steve Corbeille, Finance Director/Treasurer

Fiscal Impact: \$56,321 TO \$191,309 Annually over term of agreement, with funding for 2017 to come from existing departmental budgets. Annually, thereafter, will be budgeted as Pay As You Go in departmental budgets.  
Funding Source: Fuel savings  
Finance Director Approval: /sc  
Approved as to form: /kmm