

EXECUTIVE SUMMARY

Lease Vehicle Program for Police Department

Background:

The Police Department's Narcotics Section investigates all narcotics and vice operations for the city. The Investigators assigned to this section work in an "undercover" capacity and are assigned leased vehicles which are essential to their daily surveillance duties. The Police Department utilizes seizure funds to lease these vehicles and for the last thirty-six (36) months, the City has utilized Enterprise Leasing as the vendor for these vehicles. The thirty-six (36) month lease agreement with Enterprise Leasing has ended and the Police Department would like to utilize Acme Auto Leasing as the new vendor.

The Police Department has spoken with multiple leasing companies, car dealerships and other Police Departments to find the most suitable vendor and found that Acme Auto Leasing will be able to fulfill the operational needs for the department while also being the most economical choice. Acme Auto Leasing is a reputable company which currently leases to numerous Federal and Local Government agencies throughout the U.S. and in speaking with some of those agencies, has received high praise.

Highlights of the Agreement with Acme Auto Leasing:

- The City will lease six vehicles for a total lease term of twelve (12) months.
- The City will pay no capitalized cost reduction for any of the vehicles.
- The City will pay no additional costs for routine maintenance e.g. oil, fluids and tire maintenance.
- Each vehicle will be allocated 20,000 miles per year (a 5,000 mile per year increase than the current Enterprise Leasing agreement).
- The City will pay no additional freight or delivery costs and will only be responsible for the covert license and registration fees.
- The City will pay no additional lease termination fees upon conclusion of the Lease Agreement.
- The City will pay no additional fees should one of the selected vehicles need to be replaced with a different vehicle during the term of the lease due to investigative needs.
- The monthly cost for each vehicle will be \$643.
- The annual savings for the City in utilizing Acme Auto Leasing versus Enterprise Leasing will be \$4,351.77.