

**ROCHELLE CITY COUNCIL
AGENDA ITEM MEMO
REGULAR MEETING**

SUBJECT: New Vehicle Lease Agreement for the Electric Department

Staff Contact: Blake Toliver, Superintendent of Electric Operations

Summary: The Electric department plans to lease new trucks through the Enterprise Fleet Management Leasing program. This truck will be delivered mid 2023 with a lease term of 60 months. Under the program the City has a cost-effective way to maintain a reliable fleet without a huge upfront investment. The lease agreement includes bumper-to-bumper maintenance coverage significantly reducing repair costs and down time. This dump truck will replace a 2008 F-450 that has become increasingly more expensive to maintain and the emissions system is now failing on.

Funding Sources:

Source:	Budgeted Amount:	Proposed Expenditure:
Electric Enterprise Funds	\$210,000	\$16,339.68

Strategic Plan Goal Application: Financial Management & Stability

Recommendation: Approve a Lease Agreement with Enterprise Fleet Management for a 2023 Ford F-450 for the Electric Department at a monthly rate of \$1361.64 and authorize the City Manager to sign the agreement.