

REPORT TO: HOUSING, DUNDEE CONTRACT SERVICES AND ENVIRONMENT SERVICES COMMITTEE - 22nd MARCH 2010

REPORT ON: PURCHASE OF END-OF-LEASE VEHICLES AND PLANT

REPORT BY: HEAD OF WASTE MANAGEMENT

REPORT NO: 177-2010

1.0 PURPOSE OF REPORT

1.1 To authorise the purchase of a number of end-of-life vehicles and items of plant for use in operations within Waste Management.

2.0 RECOMMENDATIONS

2.1 It is recommended that approval is given to purchase 9 vehicles, 4 items of plant and a range of workshop equipment at a total cost of £100,583.

3.0 FINANCIAL IMPLICATIONS

3.1 The total cost of the vehicles and plant is £100,583. Provision for this expenditure has been made in the Waste Management Department's Capital Budget for 2009/10 (£26,410) and the remainder in 2010/11.

4.0 MAIN TEXT

4.1 A total of 9 vehicles, 3 items of plant and a range of workshop equipment whose leases expire in financial years 2009/10 and 2010/11, are normally replaced, however all items are well maintained and can provide a further year of service. The most cost effective method is to buy out the residual lease fee, allow the items to continue in service for a further year, and then trade the residual value against their eventual replacements (refer to appendix 1).

5.0 POLICY IMPLICATIONS

5.1 This report has been screened for any policy implications in respect of Sustainability, Strategic Environmental Assessment, Anti-Poverty, Equality Impact Assessment and Risk Management.

5.2 There are no major issues.

6.0 CONSULTATION

6.1 The Chief Executive, Depute Chief Executive (Support Services) and Director of Finance have all been consulted in relation to this report.

7.0 BACKGROUND PAPERS

7.1 Schedule of vehicles and plant (below).

Jim Laing
Head of Waste Management

Date: 5th March 2010

Appendix 1 - Schedule of End-of-Lease (March 2010) Vehicles and Plant

Item No	Description	Purchase Price Each (est)	Total Price (est)
1	JCB 530-70 Telehandler (2)	£9,500	£19,000
2	Workshop Equipment		£16,348
3	Mercedes Norba RCV (2)	£10,600	£21,200
4	LDV Tipper (2)	£2,200	£4,400
5	Ford Ranger Pick-Up (5)	£2,260	£11,300
6	Applied Sweeper		£1,925
7	Hammel Shredder		£26,410
		<u>Total:</u>	<u>£100,583</u>