

REPORT TO: HOUSING, DUNDEE CONTRACT SERVICES AND ENVIRONMENT SERVICES COMMITTEE - 9th MAY 2011

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

REPORT BY: HEAD OF WASTE MANAGEMENT

REPORT NO: 235-2011

1.0 PURPOSE OF REPORT

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

2.0 RECOMMENDATIONS

2.1 It is recommended that approval is given to purchase 3 vehicles and 6 items of plant and workshop equipment at a total cost of £54,356.

3.0 FINANCIAL IMPLICATIONS

3.1 The total cost of the vehicles and plant is £54,356. Provision for this expenditure has been made in the Waste Management Department's Capital Budget for 2011/12.

4.0 MAIN TEXT

4.1 The leases of 3 vehicles and 6 items of plant and equipment will expire in financial year 2011/12. These are due to be 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), Assistant Chief Executive 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: 20th April 2011

Appendix 1 - Schedule of End-of-Lease (March / May 2011) Vehicles and Plant

Item No	Description	Purchase Price Each (est)	Total Price (est)
1	Workshop guillotine		£1,700
2	Workshop trolley crane		£2,200
3	Workshop hydraulic ramp		£2,700
4	Refuse collection vehicle (2)	£6750	£13,500
5	Refuse collection vehicle (compact)		£5,500
6	Recycling equipment		£28,756
		<u>Total:</u>	<u>£54,356</u>