

**VILLAGE OF ORLAND PARK
TOTAL COST OF OWNERSHIP ANALYSIS**

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PROJECT: Replacement Recreation Bus

DATE: 12/26/2014

PURCHASE COSTS		Purchase	Lease *
Initial Costs		Option A	Option B
Purchase		\$ 56,830	\$ -
Lease cost p/month X 5 years	\$8520.00 p/year		42,600
Set-up/Deployment		850	850
Change Management(Training, Orientation, Process Change)		100	100
Subtotal - Initial Costs		\$ 57,780	\$ 43,550
Ownership Costs per Year			
Annual Maintenance cost - Estimated		\$ 1,506	\$ 1,506
Gas-gallons used per year X \$3.27 av/p/ga 1380gallons av/p/y		4,513	4,513
Licensing---included above		-	-
Insurance		750	750
Subtotal - Ownership Costs per Year		\$ 6,768	\$ 6,768
Ownership Costs (over the Lifetime of the Asset)			
Expected Life (in Years)		7	7
Subtotal - Ownership Costs (over the Lifetime of the Asset)		\$ 47,378	\$ 47,378
Post-Ownership Costs			
Disposal/decommission/lease termination fee		\$ 500	\$ 500
Purchase Cost After Lease End			25,000
Salvage Value		(10,000)	(10,000)
Subtotal - Post-Ownership Costs		\$ (9,500)	\$ 15,500
TOTAL COST OF OWNERSHIP		\$ 95,658	\$ 106,428

* Lease - Option B - Assume purchase at end of 5 year lease term