

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

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**PROJECT: Replacement Recreation Bus**  
**DATE: 12/26/2014**

<b>PURCHASE COSTS</b>		<b>Purchase</b>	<b>Lease *</b>
<b>Initial Costs</b>		<b>Option A</b>	<b>Option B</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
<b>Subtotal - Initial Costs</b>		<b>\$ 57,780</b>	<b>\$ 43,550</b>
<b>Ownership Costs per Year</b>			
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
<b>Subtotal - Ownership Costs per Year</b>		<b>\$ 6,768</b>	<b>\$ 6,768</b>
<b>Ownership Costs (over the Lifetime of the Asset)</b>			
<i>Expected Life (in Years)</i>		7	7
<b>Subtotal - Ownership Costs (over the Lifetime of the Asset)</b>		<b>\$ 47,378</b>	<b>\$ 47,378</b>
<b>Post-Ownership Costs</b>			
Disposal/decommission/lease termination fee		\$ 500	\$ 500
Purchase Cost After Lease End			25,000
Salvage Value		(10,000)	(10,000)
<b>Subtotal - Post-Ownership Costs</b>		<b>\$ (9,500)</b>	<b>\$ 15,500</b>
<b>TOTAL COST OF OWNERSHIP</b>		<b>\$ 95,658</b>	<b>\$ 106,428</b>

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