

VILLAGE OF ORLAND PARK
TOTAL COST OF OWNERSHIP ANALYSIS

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PROJECT: 2015 Cargo Van 3/4Ton (4424)

DATE: 8/20/2014

PURCHASE COSTS		Purchase	Lease
Initial Costs		Option A	Option B
Acquisition Decision			
Purchase		25,791	
Lease cost p/month X 60 months \$425.30 p/m			25,518
Set-up/Deployment-		650	650
Change Management(Training, Orientation, Process Change)		100	100
Security		-	-
Subtotal - Initial Costs		\$ 26,541	\$ 26,268
Ownership Costs per Year			
Maintenance		\$ 752	\$ 752
Gallons of gas used per year 3.27p/ga av		\$ 2,645	\$ 2,645
Insurance		750	750
Subtotal - Ownership Costs per Year		\$ 4,147	\$ 4,147
Ownership Costs (over the Lifetime of the Asset)			
<i>Expected Life (in Years)</i>		<i>5</i>	<i>5</i>
Subtotal - Ownership Costs (over the Lifetime of the Asset)		\$ 20,735	\$ 20,735
Post-Ownership Costs			
Disposal/decommission		200	200
Salvage Value (Negative Cost)		(6,815)	6,815
Subtotal - Post-Ownership Costs		\$ (6,615)	\$ 7,015
TOTAL COST OF OWNERSHIP		\$ 44,808	\$ 58,165