

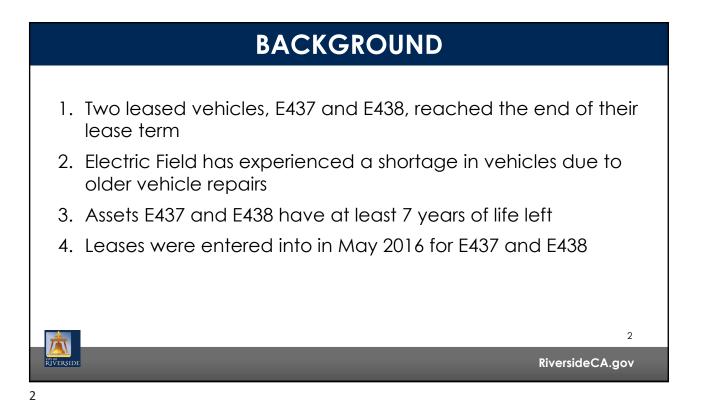
ALTEC LEASE BUYOUT AND EXTENDED WARRANTY FOR NEW VEHICLES

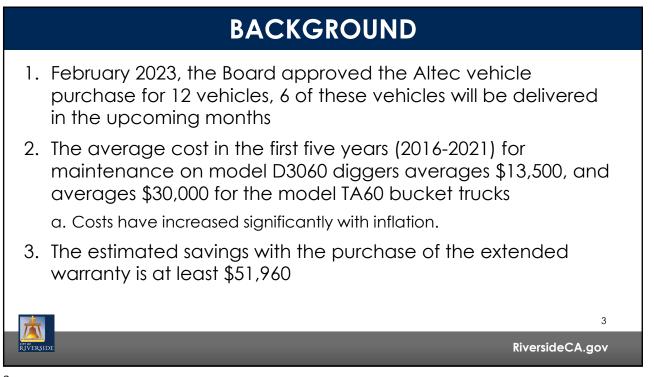
Riverside Public- Electric Field

Board of Public Utilities March 10, 2025

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DISCUSSION – PURCHASE OF LEASED VEHICLES

- To keep vehicles on hand for Electric Field crews to maintain the electric system, staff recommends RPU purchase the lease buyout of assets E437 and E438 – two bucket trucks already in the fleet inventory
- 2. These vehicles still have at least 7 years of productive life
- 3. Because these vehicles are already in RPU's fleet, the Advanced Clean Fleet rule will not apply to them
- 4. Board approval is required for the lease buyout

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	ASE BUYOUT COSTS			
VEHICLE	ASSET ID	CHASSIS / MODEL	MONTHLY RETAL PAYMENT	PURCHASE PRICE
2016 Freightliner Bucket Iruck	E437	A77-T	\$5,673.08	\$30,673.08
2016 Freightliner Bucket Iruck	E438	TA60	\$5,041.28	\$25,041.28
IOTAL PURCHASE PRICE				\$55,714.36

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DISCUSSION – EXTENDED WARRANTIES

- 1. After reviewing maintenance costs of Altec vehicles purchased in 2016, it is cost effective to purchase extended warranties for new vehicles
- 2. Extended warranties cover additional expenses not covered by the limited manufactures warranty
- 3. Board approval is requested for the extended warranties

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VEHICLE	CHASSIS / MODEL	5 YEAR AVG MAINT. WITHOUT WARRANTY (2016-2021)	EXTENDED WARRANTY
-reightliner Digger	D3060	\$13,500	\$15,205
Freightliner Digger	D3060	\$13,500	\$15,205
Freightliner Digger	D3060	\$13,500	\$15,205
Freightliner Bucket	TA60	\$30,000	\$10,975
Freightliner Bucket	TA60	\$30,000	\$10,975
Freightliner Bucket	TA60	\$30,000	\$10,975
	TOTAL FOR 5 YEARS	\$130,500	\$78,540
	TOTA	\$51,960	



RECOMMENDATIONS

That the Board of Public Utilities:

- 1. Approve the lease buyout of two vehicles with Altec Capital Services, LLC, in the amount of \$55,714
- 2. Approve the purchase of the extended warranties for six vehicles with Altec Capital Services, LLC, in the amount of \$78,540

