

Public Works Budget 2022

01A-3202 Fleet Services OPS

DEPARTMENT OVERVIEW

The Fleet department is responsible for the overall control of machinery and equipment used by other County departments. Equipment is rented out to recover costs such as overhead and operating as well as capital recovery. The management of the Fleet includes daily and scheduled maintenance, annual review to establish monthly and hourly rates for capital and operating recovery, inventory control, purchasing of parts, fuel and oil, and management of yard deliveries. The Fleet department is comprised of a Shop Foreman, a Costing Technician, two Heavy Duty Mechanics, one Light Duty Mechanic and a Shop Hand.

FINANCIAL

Revenues include the recovery of operating and capital costs via the C10 equipment rates which includes overhead expenses such as salaries, utilities, and general shop operations. Overall, there are increases to all facets of the department such as supplies, fuel and oil, external repairs, tires, and grader blades. For 2022, equipment rates have increased by 15% to incorporate Fleet's overhead so that the department can run cost neutral.

	Budget 2021	Budget 2022	Variance
Total Expenses	\$4,018,298	\$3,674,586	-9.3%
Total Revenues	\$3,404,840	\$3,674,586	7.9%
Net Tax Support	-\$613,458	\$ - -	

KEY OBJECTIVES

The Fleet department has made strides in improving its inventory control, management, and scheduling of equipment repair. A key objective in 2022 is the implementation of the Asset Management System which includes a comprehensive preventative maintenance program.

Once all expense have been paid, the balance of revenues for 2022 will be added to the Fleet Capital Reserve. This is budgeted for \$1,575,155 which will fund future purchases.

CHALLENGES

A major directive of Fleet is to be cost neutral, whereby all department costs are recovered by C10 charges. The capital recovery program is working as intended as the dollars placed in Reserve are expected to cover future capital purchases. The major challenge with Fleet is recovering operating costs. The operating costs include all those costs necessary to run the department inclusive of salaries, repairs, fuel, tires, and overhead.

Public Works Budget 2022

01A-3202 Fleet Services Capital

DEPARTMENT OVERVIEW

The Fleet department is responsible for the overall control of machinery and equipment used by other County departments. Equipment is rented out to recover costs such as overhead and operating as well as capital recovery. The management of the Fleet includes daily and scheduled maintenance, annual review to establish monthly and hourly rates for capital and operating recovery, inventory control, purchasing of parts, fuel and oil, and management of yard deliveries.

FINANCIAL

Revenue to fund equipment purchases comes from the Fleet Capital Reserve and from the sale (disposal) of assets. In 2022, it is planned to expend a total of \$1,490,100 for new vehicles and equipment which is to be offset by equipment sales of \$357,500 and a transfer from the Fleet Capital Reserve in the amount of \$1,132,600.

	Budget 2021	Budget 2022	Variance
Total Expenses	\$2,014,000	\$1,490,100	-35.2%
Total Revenues	\$2,014,000	\$1,490,100	-35.2%
Net Tax Support	\$ - -	\$ - -	

KEY OBJECTIVES

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CHALLENGES

A major directive of Fleet is to be cost neutral, whereby all department costs are recovered by C10 charges. The capital recovery program is working as intended as the dollars placed in Reserve are expected to cover future capital purchases. The major challenge with Fleet is recovering operating costs. The operating costs include all those costs necessary to run the department inclusive of salaries, repairs, fuel, tires, and overhead.

Due to the COVID-19 pandemic, inflation and supply issues are significant which severely impacts cost and availability of new equipment.