

Mayoral Vehicle Cost Analysis

Option 1 - Use of City Owned Vehicle

		Annual Kilometres Travelled			
		5,000	10,000	15,000	20,000
Capital Costs					
Loss in Value	\$	3,800.00	\$ 3,800.00	\$ 3,800.00	\$ 3,800.00
Opportunity Cost of Cash Outlay	\$	2,057.50	\$ 2,057.50	\$ 2,057.50	\$ 2,057.50
Operating Costs					
Service	\$	34.00	\$ 68.00	\$ 102.00	\$ 136.00
Licence	\$	264.15	\$ 264.15	\$ 264.15	\$ 264.15
Fuel	\$	675.00	\$ 1,350.00	\$ 2,025.00	\$ 2,700.00
Insurance	\$	430.00	\$ 430.00	\$ 430.00	\$ 430.00
Administrative Handling Costs	\$	258.00	\$ 258.00	\$ 258.00	\$ 258.00
Total Annual Cost	\$	7,518.65	8,227.65	\$ 8,936.65	\$ 9,645.65

Option 2 - Use of Privately Owned Vehicle Provided by Mayor

	Annual Kilometres Travelled & \$ Reimbursement			
	5,000	10,000	15,000	20,000
Reimbursement at 63 cents/km *	\$ 3,150.00	\$ 6,300.00	\$ 9,450.00	\$ 12,600.00

NB - Highlighted cells represent the most cost effective options available to the City.

* Denotes current cents per km rate paid to elected members for use of a privately owned V8 vehicle, whilst on Council related business.

Assumptions:

Loss in Value p.a	3,800.00
Service Charge per km	0.01
Licence p.a	264.15
Fuel Cost per km	0.14
Insurance p.a	430.00
Interest Rate on Investments p.a	0.05
Capital Cost of Vehicle	41,150.00
Administrative Handling Costs - includes staff time for disposal and changeover of hands free kit.	

Per km Reimbursement 0.63