Raintree Golf and Event Center Analysis of New vs. Used Equipment

	Impact to City	
	New <u>Equipment</u>	Used <u>Equipment</u>
New - leasing allows BCG to make payments		
on behalf of City	No cost	N/A
Used - upfront cost born by City since unable		
to lease equipment	No cost	\$202,900
Used - increased maintenance cost		
- new covered by 3 yr warranty	No cost	Increase in
- less net profit to City for capital improvements		repairs and
based on BCG budget		maint. costs
- Unable to quantify since based on condition of		approx. 10% -
used equipment		\$13k per year

Agreement option to renew after 3

yrs vs. 5 yrs

1.0.01.01		
- City renews lease for additional 1-2 yrs.	No Cost	Add'l purchase
- City / BCG terminates agreement		
- BCG facilitate in sale of equip	- Sell equip	- Sell equip
- BCG would be interested in purchase equip		
- Equipment returned to vendor		
- City can utilize some equip in-house		

Billy Casper Golf (BCG)