

REPORT NAME: Food Service Truck Lease

REPORT OF: Operations

FOR: Information

STRATEGIC GOAL ALIGNMENT: To make sure we have adequate mobilization of food services to satellite school cafeterias to accommodate the Birney move to Vandenberg and SRAC.

STRATEGIC OBJECTIVE ALIGNMENT: A second food service truck is needed to accommodate Birney move of January 5, 2026 so construction can be completed by BMB at that campus.

FISCAL FUND IMPACT: \$645 a month, 3-year lease from Ryder (basic pm included in price) The vehicle has been leased and will be put in service on January 2, 2026. General Funds

IMPACT AMOUNT: \$7740 per year for 3 years (\$23220) Residual purchase price of approximately \$15k on a vehicle currently valued at approximately \$36k.

EXECUTIVE SUMMARY/BACKGROUND: Southfield Public Schools have the need for a second food service truck for SFE's use to bring breakfast and lunches from A&T to SRAC and Vandenberg from January through June of 2026. This lease truck will also be utilized for delivery of food to Eisenhower/ Vandenberg/SRAC when the University campus is down for a 3-year period starting in June 2026.

COST BENEFIT ANALYSIS: The lease option for 3 years allows us to evaluate our need for the truck when the University campus is complete. If we decide we need the vehicle we can purchase at a preferential residual cost. The lease option has been approved by our CFO and accounted for in the COO's operations 2025/26 budget. The lease document was reviewed and approved by our chief counsel.