MERA E.C. Meeting 5-12-10 **Agenda Item B-1**

5 YEAR MAINTENANCE AGREEMENT BETWEEN MERA AND COUNTY

Term: From July 1, 2010 to June 30, 2015

Summary of changes since last contract:

1. Reduced Preventative Maintenance hours for the Communications Division from 1,328 to 993; due to prior experience and reducing time required for each quarterly preventative maintenance check from 8 hours each to 6 hours each. Based on $135/Hr rate.
    - Cost savings of $31,945

2. Reduced Preventative Maintenance hours for the Buildings Division from 264 to 132 due to prior years' experience. Based on $135/hr
    - Cost savings of $15,180

3. Under Corrective Maintenance hours for the Communications Division added coverage to include MERA provided Fire Station Alerting System equipment. No change in hours (1,827).

4. Garage Division no change in number of hours; 66 hours per year. Based on $135/Hr rate.
    - Cost increase of $660

5. Changed hourly rate from $125/hour to $135/hour. Taking into account the changes in hours reflected above:

    Contract July 2005 to June 2010 total costs = $435,625

    Contract July 2010 to June 2015 total costs = $407,430

    TOTAL <u>CONTRACT</u> SAVINGS = $140,975