RESOLUTION NO. 2025- 3390

A RESOLUTION OF THE TOWN COMMISSION OF THE TOWN OF SURFSIDE, FLORIDA, APPROVING THE PURCHASE OF CHEVROLET TAHOES FOR POLICE PATROL FROM ENTERPRISE FLEET MANAGEMENT, INC.; FINDING THAT THE PURCHASE IS EXEMPT FROM COMPETITIVE BIDDING PURSUANT TO SECTION 3-13(7)K OF THE TOWN CODE AS PARTS AND SUPPLIES REQUIRED FOR TOWN ADMINISTRATION AS POLICE OR PUBLIC SAFETY RELATED SUPPLIES AND EQUIPMENT; AUTHORIZING THE TOWN MANAGER TO ENTER INTO A PURCHASE ORDER FOR SUCH PURCHASE; PROVIDING FOR IMPLEMENTATION; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the Town of Surfside (Town") is seeking to replace the vehicles in the Police Department with the purchase of six (6) Chevrolet Tahoe Patrol Vehicles ("Vehicles") to replace the aging Patrol fleet that are six years old and older and are beginning to break down and requiring consistent repairs as they are approaching end of service life for daily patrol vehicles; and

WHEREAS, the addition of the new, higher Chevrolet Tahoes will be an added tool during high water storm incidents; and

WHEREAS, pursuant to Section 3-13(7)(k) of the Town's Code, as parts and supplies required for Town administration as police or public safety related supplies and equipment, are exempt from competitive bidding; and

WHEREAS, Enterprise Fleet Management, Inc. ("Vendor") has provided a proposed contract attached hereto as Composite Exhibit "A" for the Vehicles at a total cost of \$75,350.71 each for a total of \$452,104.26 (the "Contract"); and

WHEREAS, the Town Commission wishes to authorize the Town Manager to purchase the Vehicles and enter into a Purchase Order with the Vendor, in substantially

the same form as the Contract attached hereto as Exhibit "A"; and

WHEREAS, the Town Commission finds that the purchase of the Vehicles is in the best interest and welfare of the Town.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COMMISSION OF THE TOWN OF SURFSIDE, FLORIDA, AS FOLLOWS:

<u>Section 1.</u> <u>Recitals Adopted.</u> Each of the above stated recitals are hereby adopted, confirmed, and incorporated herein.

Section 2. Purchase of Vehicles Approved; Exemption from Competitive

Bidding. The purchase of the Vehicles in the amount of \$452,104.26 from the Vendor is hereby approved. The Town Commission finds that pursuant to Section 3-13(7)(k) of the Town's Code, as parts and supplies required for Town administration as police or public safety related supplies and equipment, are exempt from competitive bidding. The Contract, in substantially the same form attached hereto as Exhibit "A," is hereby approved, and the Town Manager is authorized to execute a Purchase Order for the Vehicles in substantially the same form as the Contract attached hereto as Exhibit "A."

<u>Section 3.</u> <u>Implementation.</u> The Town Manager and Town Officials are authorized to take any and all necessary or further action to implement the purchase of the Work and the purposes of this Resolution.

Section 4. Effective Date. This Resolution shall be effective immediately upon adoption.

PASSED AND ADOPTED on this <u>8th</u> day of <u>April</u>, 2025.

Motion By: Vice Mayor Paul

Second By: Commissioner Velasquez

FINAL VOTE ON ADOPTION:

Commissioner Ruben A. Coto Yes Commissioner Nelly Velasquez Yes Commissioner Gerardo Vildostegui Yes Vice Mayor Tina Paul Yes Mayor Charles W. Burkett Yes W. Burkett, Mayor Attest: Sandra N. McCready, MMC Town Clerk Approved as to Form and Legal Sufficiency:

Thanklandy)

Thais Hernandez, Town Attorney

Enterprise

Open-End (Equity) Lease Rate Quote

| Prepared For: | Town of S | Surfside, Florida | | | | Date | 02/28/2025 |
|--|--|---|--|-----------------|---|-------------------------|------------|
| | | | | | | AE/AM | RB |
| Unit # | | | | | | | |
| | | ake Chevrolet Mode hicle 4dr 4x2 | el Tahoe | | | | |
| Series Vehicle Order Type | | | L Customer# 506163 | | | | |
| \$ 75,360 \$0 \$ 0 \$ 0 | 2.71 2.00 * 2.00 * 2.00 * 2.00 * | Capitalized Price of V Certain Other Charge Initial License Fee Registration Fee Other: (See Page 2) Capitalized Price Red | /ehicle ¹ es <u>0.0000%</u> State <u>FI.</u> | app Ord E | language and acknowledg oly to all vehicles that are ler Information Driver Name Exterior Color (0 P) Black Interior Color (0 I) Jet Bla | ordered under this s | |
| \$ 0 | .00 | Gain Applied From P | | | ic. Plate Type Unknown | ck woldti Seat min | |
| \$ 0 | .00 * | Security Deposit | | | GVWR 0 | | |
| \$0 | .00 | Taxes | | | | | |
| \$ 10 \$ 0 \$ 54 \$ 54 | .10 .08 | | | • | =toor) ² | | |
| φ 3 - | | - | _ | 111003 | | | |
| | | Additional Fleet Man Master Policy Enrolln | • | | | | |
| \$ 0 | .00 | Commercial Automot | bile Liability Enrollment | | | | |
| | | Liability Limit \$0. | .00 | | | | |
| \$ 0 | .00 | Physical Damage Ma | anagement | | Comp/Coll Deductible | <u>0/0</u> | |
| \$ 0 | .00 | Full Maintenance Pro | ogram ³ Contract Miles 0 | | OverMileage Charge | <u>\$ 0.00</u> Per Mile | |
| | | Incl: # Brake Sets | rs (1 set = 1 Axle) 0 | | # Tires <u>0</u> | Loaner Vehicle Not | Included |
| \$ 0 | .00 | Additional Services | SubTotal | | | | |
| \$ 0 | .00 | Tax <u>0.0000%</u> | | State <u>FL</u> | | | |
| \$ 54 | .18 | Total Monthly Renta | al Including Additional Ser | rvices | | | |
| \$ 4 | .00 | Reduced Book Value | at <u>60</u> Months | | | | |
| \$ 400 | .00 | Service Charge Due a | at Lease Termination | | | | |

Quote based on estimated annual mileage of 7,500

Current market and vehicle conditions may also affect value of vehicle)

Quote is Subject to Customer's Credit Approval)

Notes

Enterprise FM Trust will be the owner of the vehicle covered by this Quote. Enterprise FM Trust (not Enterprise Fleet Management) will be the Lessor of such vehicle under the Master Open -End (Equity) Lease Agreement and shall have all rights and obligations of the Lessor under the Master Open - End (Equity) Lease Agreement with respect to such vehicle. .essee must maintain insurance coverage on the vehicle as set forth in Section 11 of the Master Open-End (Equity) Lease Agreement until the vehicle is sold.

ALL TAX AND LICENSE FEES TO BE BILLED TO LESSEE AS THEY OCCUR.

.essee hereby authorizes this vehicle order, and agrees to lease the vehicle on the terms set forth herein and in the Master Equity Lease Agreement. In the event Lessee fails or refuses to accept delivery of the ordered vehicle, Lessee agrees that Lessor shall have the right to collect damages, including, but not limited to, a \$500 disposal fee, interest incurred, and loss of value.

| .ESSEE Tow | of Surfside, Florida | | |
|-------------------|----------------------|------|--|
| <u>3Y</u> | TITLE | DATE | |

INDICATES ITEMS TO BE BILLED ON DELIVERY.

¹ Capitalized price of vehicle may be adjusted to reflect final manufacturer's invoice, plus a pre delivery interest charge. Lessee hereby assigns to Lessor any manufacturer rebates and/or manufacturer incentives intended or the Lessee, which rebates and/or incentives have been used by Lessor to reduce the capitalized price of the vehicle.

² Monthly lease charge will be adjusted to reflect the interest rate on the delivery date (subject to a floor).

³ The inclusion herein of references to maintenance fees/services are solely for the administrative convenience of Lessee. Notwithstanding the inclusion of such references in this [Invoice/Schedule/Quote], all such naintenance services are to be performed by Enterprise Fleet Management, Inc., and all such maintenance fees are payable by Lessee solely for the account of Enterprise Fleet Management, Inc., pursuant to that certain reparate [Maintenance Agreement] entered into by and between Lessee and Enterprise Fleet Management, Inc.; provided that such maintenance fees are being billed by Enterprise FM Trust, and are payable at the direction of Enterprise FM Trust, solely as an authorized agent for collection on behalf of Enterprise Fleet Management, Inc.

Aftermarket Equipment Total

| Description | (B)illed or (C)apped | Price |
|---|----------------------|--------------|
| Lighting - Police Package- Dana Safety Supp,y | С | \$ 21,300.71 |
| Total Aftermarket Equipment Billed | | \$ 0.00 |
| Total Aftermarket Equipment Capitalized | | \$ 21,300.71 |
| Aftermarket Equipment Total | | \$ 21,300.71 |
| Other Totals | | |
| Description | (B)illed or (C)apped | Price |
| Estimated Transport | В | \$ 500.00 |
| Courtesy Delivery Fee | С | \$ 0.00 |
| Total Other Charges Billed | | \$ 500.00 |
| Total Other Charges Capitalized | | \$ 0.00 |
| Other Charges Total | | \$ 500.00 |

VEHICLE INFORMATION:

| 2025 Chevrolet Tahoe Police Vehicle | 4dr 4x2 - US | |
|-------------------------------------|--------------|-------------|
| Series ID: CC10706 | | |
| Pricing Summary: | | |
| | INVOICE | MSRP |
| Base Vehicle | \$49,665 | \$52,500.00 |
| Total Options | \$0.00 | \$0.00 |
| Destination Charge | \$1,995.00 | \$1,995.00 |
| Total Price | \$51,660.00 | \$54,495.00 |

SELECTED COLOR:

 Exterior:
 GBA-(0 P) Black

 Interior:
 H1T-(0 I) Jet Black w/Cloth Seat Trim

SELECTED OPTIONS:

| CODE | DESCRIPTION | INVOICE | MSRP |
|----------|--|----------|----------|
| 1FL | Preferred Equipment Group 1FL | NC | NC |
| 5J3 | Surveillance Mode Calibration Interior Lighting | Included | Included |
| 9C1 | Identifier for Police Package Vehicle | NC | NC |
| A2X | 8-Way Power Driver Seat Adjuster | Included | Included |
| A7J | 6-Way Power Front Passenger Seat Adjuster | Included | Included |
| AL9 | 2-Way Power Driver Lumbar Seat Adjuster | Included | Included |
| AT9 | 2-Way Power Front Passenger Lumbar Seat Adjuster | Included | Included |
| ATD | 3rd Row Passenger Seat Delete | Included | Included |
| AZ3 | Front 40/20/40 Split-Bench Seat | STD | STD |
| C6C | GVWR: 7,400 lbs (3,357 kgs) | STD | STD |
| GBA_01 | (0 P) Black | NC | NC |
| GU5 | 3.23 Rear Axle Ratio | STD | STD |
| H1T_02 | (0 I) Jet Black w/Cloth Seat Trim | NC | NC |
| K47 | Heavy-Duty Air Filter | Included | Included |
| K6K | 760 Cold-Cranking Amps Auxiliary Battery | Included | Included |
| KX4 | 250 Amps Alternator | Included | Included |
| L84 | Engine: 5.3L EcoTec3 V8 | STD | STD |
| MHU | Transmission: Electronic 10-Speed Automatic w/OD | STD | STD |
| PNTTBL01 | Paint Table : Solid Paint | \$0.00 | \$0.00 |
| PXT | Wheels: 20" x 9" Steel | Included | Included |
| RAV | Spare P275/55R20 AS BW Tire | Included | Included |
| RC1 | Front Skid Plate | Included | Included |
| STDTM | Cloth Seat Trim | STD | STD |
| UQF | 6-Speaker Audio System Feature | Included | Included |
| URW | Radio: 17.7" Diagonal Advanced Color LCD Display | STD | STD |
| V53 | Luggage Rack Side Rails Delete | Included | Included |
| XCS | Tires: 275/55R20SL AS BW | Included | Included |
| Z56 | Heavy-Duty Police-Rated Suspension Package | Included | Included |
| ZY1 | Solid Paint | STD | STD |

CUNFIGURED FEATURES.

Body Exterior Features: Number Of Doors 4 Rear Cargo Door Type: liftgate Driver And Passenger Mirror: power remote heated manual folding side-view door mirrors Spoiler: rear lip spoiler Skid Plates: skid plates Side Steps: yes Door Handles: body-coloured Front And Rear Bumpers: body-coloured front and rear bumpers Rear Step Bumper: rear step bumper Body Material: galvanized steel/aluminum body material : class IV trailering with harness, hitch Body Side Cladding: black bodyside cladding Grille: grille with chrome bar **Convenience Features:** Air Conditioning automatic dual-zone front air conditioning Air Filter: air filter Rear Air Conditioning: rear air conditioning with separate controls Cruise Control: cruise control with steering wheel controls, Adaptive Cruise Control adaptive Power Windows: power windows with front and rear 1-touch down 1/4 Vent Rear Windows: power rearmost windows Remote Keyless Entry: keyfob (all doors) remote keyless entry Illuminated Entry: illuminated entry Integrated Key Remote: integrated key/remote Auto Locking: auto-locking doors Passive Entry: Keyless Open and Start proximity key Trunk FOB Controls: keyfob trunk/hatch/door release Remote Engine Start: remote start - keyfob and smart device (subscription required) Steering Wheel: steering wheel with manual tilting, manual telescoping Day-Night Rearview Mirror: day-night rearview mirror Driver and Passenger Vanity Mirror: illuminated auxiliary driver and passenger-side visor mirrors Emergency SOS: OnStar and Chevrolet connected services capable emergency communication system Navigation System: Google built-in compatibility (select service plan required, terms and limitations apply) navigation system with voice activation Front Cupholder: front and rear cupholders Overhead Console: mini overhead console with storage Glove Box: locking glove box Driver Door Bin: driver and passenger door bins Rear Door Bins: rear door bins Seatback Storage Pockets: 2 seatback storage pockets Driver Footrest: driver's footrest Retained Accessory Power: retained accessory power AC Power Outlet: 2 120V AC power outlet **Entertainment Features:** radio AM/FM stereo with seek-scan Radio Data System: radio data system Voice Activated Radio: voice activated radio Speed Sensitive Volume: speed-sensitive volume Steering Wheel Radio Controls: steering-wheel mounted audio controls Speakers: 6 speakers Internet Access: 5G Wi-Fi Hotspot capable internet access TV Tuner: OnStar Turn-by-Turn Navigation turn-by-turn navigation directions 1st Row LCD: 2 1st row LCD monitor Wireless Connectivity: wireless phone connectivity Antenna: window grid antenna Lighting, Visibility and Instrumentation Features: Headlamp Type delay-off projector beam LED low/high beam headlamps

FIUL WYPES. VALIAND INCOMMENT CANSENSE FAIL DECUMY WHEIS WHEIS Rear Window wiper: fixed interval rear window wiper Rear Window Defroster: rear window defroster Tinted Windows: deep-tinted windows Front Reading Lights: front and rear reading lights Ignition Switch: ignition switch light Variable IP Lighting: variable instrument panel lighting Display Type: digital/analog appearance Tachometer: tachometer Voltometer: voltmeter Low Tire Pressure Warning: tire specific low-tire-pressure warning Trip Computer: trip computer Trip Odometer: trip odometer Following Distance Indicator: following distance alert Oil Pressure Gauge: oil pressure gauge Water Temp Gauge: water temp. gauge Engine Hour Meter: engine hour meter Clock: in-radio display clock Systems Monitor: driver information centre Check Control: redundant digital speedometer Rear Vision Camera: rear vision camera Oil Pressure Warning: oil-pressure warning Water Temp Warning: water-temp, warning Battery Warning: battery warning Low Oil Level Warning: low-oil-level warning Low Coolant Warning: low-coolant warning Lights On Warning: lights-on warning Key in Ignition Warning: key-in-ignition warning Low Fuel Warning: low-fuel warning Low Washer Fluid Warning: low-washer-fluid warning Door Ajar Warning: door-ajar warning Trunk Ajar Warning: trunk-ajar warning Brake Fluid Warning: brake-fluid warning Turn Signal On Warning: turn-signal-on warning Transmission Fluid Temperature Warning: transmission-fluid-temperature warning Safety And Security: ABS four-wheel ABS brakes Number of ABS Channels: 4 ABS channels Brake Assistance: brake assist Brake Type: four-wheel disc brakes Vented Disc Brakes: front and rear ventilated disc brakes Spare Tire Type: full-size spare tire Spare Tire Mount: underbody mounted spare tire w/crankdown Driver Front Impact Airbag: driver and passenger front-impact airbags Driver Side Airbag: seat-mounted driver and passenger side-impact airbags Overhead Airbag: curtain 1st, 2nd and 3rd row overhead airbag Occupancy Sensor: front passenger airbag occupancy sensor Height Adjustable Seatbelts: height adjustable front seatbelts Seatbelt Pretensioners: front seatbelt pre-tensioners 3Point Rear Centre Seatbelt: 3 point rear centre seatbelt Side Impact Bars: side-impact bars Perimeter Under Vehicle Lights: remote activated perimeter/approach lights Tailgate/Rear Door Lock Type: tailgate/rear door lock included with power door locks Rear Child Safety Locks: rear child safety locks Ignition Disable: immobilizer Security System: security system Panic Alarm: panic alarm Tracker System: tracker system Electronic Stability: StabiliTrak electronic stability stability control with anti-rollover

Front and Rear Headrests: manual adjustable front head restraints Rear Headrest Control: 2 rear head restraints Break Resistant Glass: break resistant glass

Seats And Trim:

Seating Capacity max. seating capacity of 6 Front Bucket Seats: front split-bench 40-20-40 seats Number of Driver Seat Adjustments: 8-way driver and passenger seat adjustments Reclining Driver Seat: power reclining driver and passenger seats Driver Lumbar: power 2-way driver and passenger lumbar support Driver Height Adjustment: power height-adjustable driver and passenger seats Driver Fore/Aft: power driver and passenger fore/aft adjustment Driver Cushion Tilt: power driver and passenger cushion tilt Front Centre Armrest Storage: front centre armrest Rear Seat Type: rear manual reclining 60-40 split-bench seat Rear Seat Fore/Aft: manual rear seat fore/aft adjustment Rear Folding Position: rear seat tumble forward Rear Seat Armrest: rear seat centre armrest Leather Upholstery: cloth front and rear seat upholstery Headliner Material: full cloth headliner Floor Covering: full vinyl/rubber floor covering Interior Accents: chrome/metal-look interior accents Cargo Space Trim: vinyl/rubber cargo space Trunk Lid: plastic trunk lid/rear cargo door Cargo Light: cargo light Concealed Cargo Storage: concealed cargo storage Standard Engine: Engine 355-hp, 5.3-liter V-8 (regular gas)

Standard Transmission:

Transmission 10-speed automatic w/ OD and auto-manual



AGREEMENT TO SELL CUSTOMER VEHICLES

THIS AGREEMENT is entered into by and among the entities set forth on the attached Schedule 1 (hereinafter each an "Enterprise Entity" and collectively the "Enterprise Entities") and Enterprise Fleet Management, Inc. (hereinafter referred to as "EFM") (the "Enterprise Entities" and "EFM" shall collectively be referred to as "Enterprise") on the one hand and ______ (hereinafter referred to as "CUSTOMER"), on the other hand on this _____ day of _____, ____ (hereinafter referred to as the "Execution Date").

RECITALS

A. Enterprise FM Trust and CUSTOMER have entered into an agreement whereby Customer has agreed to lease certain vehicles set forth in the agreement between Customer and Enterprise FM Trust;

B. EFM is the servicer of the lease agreement between Enterprise FM Trust and Customer;

C. Enterprise, from time to time, sells vehicles at wholesale auctions and other outlets; and

D. The CUSTOMER and Enterprise wish to enter into an agreement whereby Enterprise will sell at wholesale, CUSTOMER's vehicles set forth on Exhibit A, attached hereto and incorporated herein, as supplemented from time to time (collectively, the "Vehicles").

NOW, THEREFORE, for and in consideration of the mutual promises and covenants hereinafter set forth, the parties agree as follows:

TERMS AND CONDITIONS

1. <u>Right to Sell</u>: Enterprise shall have the non-exclusive right to sell any Vehicles assigned to Enterprise by CUSTOMER, or under consignment from Customer to Enterprise, as the case may be dependent upon applicable law in the jurisdiction in which the Vehicle is to be sold. For Vehicles to be sold under assignment, Customer shall assign the title to Enterprise and deliver the assigned title to Enterprise with the Vehicle. For Vehicles to be sold under consignment, Customer shall execute a consignment agreement granting Enterprise power in any and all matters pertaining to the transfer of Vehicle titles and any papers necessary thereto on behalf of CUSTOMER.

2. <u>Additional Documentation</u>: Where necessary, CUSTOMER shall execute any and all additional documentation, required to effectuate the sale of Vehicle(s).

3. <u>Service Fee</u>: For each Vehicle sold, the CUSTOMER shall pay Enterprise an administrative fee of the lesser of \$______ or the maximum permitted by law ("Service Fee").

4. <u>Sales Process</u>: Enterprise shall use reasonable efforts in its sole discretion to sell each Vehicle. CUSTOMER may, at its discretion, place a Minimum Bid or Bid to be Approved (BTBA) on any Vehicle by providing prior written notification to Enterprise. Enterprise shall have full discretion to accept any bid at or above the designated minimum bid or BTBA. Absent any such minimum bid or BTBA, Enterprise shall have full discretion to accept any bid on a Vehicle.

5. Time for Payment:

(a) No later than twenty-one (21) business days after the collection of funds by Enterprise for the sale of a Vehicle, Enterprise will remit to the CUSTOMER an amount equal to the Vehicle sale price minus any seller fees, auction fees, Service Fees, towing costs, title service fees, enhancement fees and any expenses incurred by Enterprise while selling Vehicle, regardless of whether the purchaser pays for the Vehicle.

(b) Enterprise's obligations pursuant to Section 5(a) shall not apply to Vehicle sales involving mistakes or inadvertences in the sales process where Enterprise reasonably believes in its sole discretion that fairness to the buyer or seller justifies the cancellation or reversal of the sale. If Enterprise has already remitted payment to CUSTOMER pursuant to Section 5(a) prior to the sale being reversed or cancelled, CUSTOMER agrees to reimburse Enterprise said payment in full. Enterprise will then re-list the Vehicle and pay CUSTOMER in accordance with this Section 5. Examples of mistakes or inadvertences include, but are not limited, to Vehicles sold using inaccurate or incomplete vehicle or title descriptions and bids entered erroneously.

6. <u>Indemnification and Hold Harmless</u>: Except as otherwise provided herein, CUSTOMER agrees to indemnify, defend and hold EFM and each Enterprise Entity and their parents and affiliated entities, employees and agents harmless to the extent any loss, damage, or liability arises from EFM or any Enterprise Entity's use or operation of a vehicle and for the negligence or willful misconduct of Customer, its agents or employees, and for its breach of any term of this Agreement. The parties' obligations under this section shall survive termination of this Agreement.

7. <u>Risk of Loss</u>: Notwithstanding anything to the contrary hereunder, CUSTOMER shall assume all risk of loss for damage to or loss of any Vehicle or any part or accessory regardless of fault or negligence of CUSTOMER, Enterprise, EFM or any other person or entity or act of God.

8. <u>Liens, Judgments, Titles and Defects</u>: CUSTOMER represents and warrants it holds full legal title to each such Vehicle, title to each such Vehicle is clean and not subject to being branded for any reason, or requires any form of additional disclosure to a purchaser and that there are no open recalls on each such Vehicle. CUSTOMER shall defend, indemnify and hold Enterprise, EFM, their parents, employees and agents harmless from and against any and all claims, expenses (including reasonable attorney's fees), suits and demands arising out of, based upon, or resulting from any judgments, liens or citations that were placed on the Vehicle, defects in the Vehicle's title, or mechanical or design defects in the Vehicle.

9. <u>Odometer</u>: Neither EFM nor Enterprise assume responsibility for the correctness of the odometer reading on any Vehicle and the CUSTOMER shall defend, indemnify and hold EFM, Enterprise, their parents, employees and agents harmless from and against any and all claims, expenses (including reasonable attorney's fees), suits and demands arising out of, based upon or resulting from inaccuracy of the odometer reading on any Vehicle or any odometer statement prepared in connection with the sale of any Vehicle, unless such inaccuracy is caused by EFM, Enterprise, their employees or officers.

10. <u>Bankruptcy</u>: Subject to applicable law, in the event of the filing by CUSTOMER of a petition in bankruptcy or an involuntary assignment of its assets for the benefit of creditors, EFM or Enterprise may accumulate sales proceeds from the sale of all Vehicles and deduct seller fees, auction fees, Service Fees, towing costs, title service fees, enhancement fees and any expenses incurred by EFM or Enterprise while selling Vehicle from said funds. EFM or Enterprise will thereafter remit to CUSTOMER the net proceeds of said accumulate sales proceeds, if any.

11. <u>Compliance with Laws</u>: EFM, Enterprise and CUSTOMER shall comply with all federal, state, and local laws, regulations, ordinances, and statutes, including those of any state motor vehicle departments, department of insurance, and the Federal Odometer Act.

12. <u>Insurance</u>: CUSTOMER shall maintain and provide proof of Automobile Liability Insurance until the later of title transfer to purchaser of Vehicle or transfer of sales proceeds to Customer covering liability arising out of maintenance, use or operation of any Vehicle (owned, hired and non-owned) under this Agreement, with limits of not less than one million dollars (\$1,000,000) per occurrence for bodily injury and property damage. EFM, Enterprise, and their subsidiaries and affiliates are to be named as Additional Insureds. This insurance shall be written as a primary policy and not contributing with any insurance coverage or self-insurance or other means of owner's financial responsibility applicable to EFM or Enterprise. CUSTOMER must waive and must require that its insurer waive its right of subrogation against EFM and Enterprise and their affiliates, employees, successors and permitted assigns on account of any and all claims CUSTOMER may have against EFM or Enterprise with respect to insurance actually carried or required to be carried pursuant to this Agreement.

13. <u>Term</u>: This agreement is effective on the Execution Date and shall continue until such time as either party shall notify the other party with thirty (30) days prior written notice to terminate the Agreement with or without cause.

14. <u>Modification</u>: No modification, amendment or waiver of this Agreement or any of its provisions shall be binding unless in writing and duly signed by the parties hereto.

15. <u>Entire Agreement</u>: This Agreement constitutes the entire Agreement between the parties and supersedes all previous agreements, promises, representations, understandings, and negotiations, whether written or oral, with respect to the subject matter hereto.

16. <u>Liability Limit</u>: EXCEPT TO THE EXTENT A PARTY HERETO BECOMES LIABLE FOR ANY DAMAGES OF THE TYPES DESCRIBED BELOW TO A THIRD PARTY AS A RESULT OF A THIRD PARTY CLAIM AND SUCH PARTY IS ENTITLED TO INDEMNIFICATION WITH RESPECT THERETO UNDER THE PROVISIONS OF THIS AGREEMENT, IN NO EVENT SHALL EITHER PARTY HEREUNDER BE LIABLE TO OTHER PARTY FOR ANY SPECIAL, INCIDENTAL, CONSEQUENTIAL, PUNITIVE, EXEMPLARY, OR INDIRECT DAMAGES (INCLUDING WITHOUT LIMITATION, LOSS OF GOODWILL, LOSS OF PROFITS OR REVENUES, LOSS OF SAVINGS AND/OR INTERRUPTIONS OF BUSINESS), EVEN IF SUCH PARTY HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES.

17. <u>Attorney's Fees</u>: In the event that a party hereto institutes any action or proceeding to enforce the provisions of this Agreement, the prevailing party shall be entitled to receive from the losing party reasonable attorney's fees and costs for legal services rendered to the prevailing party.

18. <u>Authorization</u>: Each party represents and warrants to the other party that the person signing this Agreement on behalf of such party is duly authorized to bind such party.

19. <u>Independent Contractor</u>: EFM and Enterprise shall perform the services hereunder as an independent contractor of Customer and no term of this Agreement shall be deemed or construed to render CUSTOMER and EFM or Enterprise as joint venturers or partners.

20. <u>Unsold Vehicles</u>: Should such Vehicle not sell, Customer shall pick up Vehicle within five (5) business days of being provided notice that the Vehicle has not been sold and, for Vehicles assigned to Enterprise by Customer, Enterprise shall assign title back to CUSTOMER.

| "ENTERPRISE" | "CUSTOMER" |
|----------------|----------------|
| Signature: | Signature: |
| Printed Name: | Printed Name: |
| Title: | Title: |
| Date Signed:,, | Date Signed:,, |

Schedule 1

Enterprise Leasing Company of STL, LLC Enterprise Leasing Company of Georgia, LLC Enterprise Leasing Company of Florida, LLC Enterprise Leasing Company of KS LLC EAN Holdings, LLC Enterprise Leasing Company of Orlando, LLC Enterprise Leasing Company of Indianapolis, LLC Enterprise Rent-A-Car Company of Boston, LLC Enterprise Leasing Company of Denver, LLC Enterprise Leasing Company of Chicago, LLC Enterprise RAC Company of Maryland, LLC Enterprise Leasing Company of Philadelphia, LLC Enterprise RAC Company of Baltimore, LLC Enterprise Leasing Company of Minnesota, LLC Enterprise Leasing Company of Detroit, LLC Enterprise Leasing Co of Norfolk/ Richmond, LLC Enterprise Rent-A-Car Co of San Francisco, LLC ELRAC. LLC SNORAC, LLC

Enterprise Rent-A-Car Company of Sacramento, LLC Enterprise Rent-A-Car Company of Los Angeles, LLC Enterprise RAC Company of Cincinnati, LLC CLERAC, LLC Enterprise Rent-A-Car Company of Pittsburgh, LLC Enterprise Rent-A-Car Company of Wisconsin, LLC Enterprise Rent-A-Car Company of UT, LLC CAMRAC, LLC Enterprise Rent-A-Car Company of Rhode Island, LLC Enterprise Leasing Company of Phoenix, LLC Enterprise Leasing Company- Southeast, LLC Enterprise Leasing Company- West, LLC Enterprise Leasing Company- South Central, LLC PENRAC, LLC Enterprise Rent-A-Car Company of KY, LLC Enterprise Rent-A-Car Company - Midwest, LLC Enterprise RAC Company of Montana/Wyoming, LLC



CONSIGNMENT AUCTION AGREEMENT

THIS AGREEMENT is entered into by and between Enterprise Fleet Management, Inc. a Missouri Corporation (hereinafter referred to as "Enterprise") and _________ (hereinafter referred to as "CUSTOMER") on this ______ day of _______ (hereinafter referred to as the "Execution Date").

RECITALS

A. Enterprise is in the business of selling previous leased and rental vehicles at wholelsale auctions; and

B. The CUSTOMER is in the business of _____

C. The CUSTOMER and Enterprise wish to enter into an agreement whereby Enterprise will sell at wholesale auction, CUSTOMER's vehicles set forth on Exhibit A, attached hereto and incorporated herein, as supplemented from time to time (collectively, the "Vehicles").

NOW, THEREFORE, for and in consideration of the mutual promises and covenants hereinafter set forth, the parties agree as follows:

TERMS AND CONDITIONS

1. <u>Right to Sell</u>: Enterprise shall have the non-exclusive right to sell any Vehicles consigned to Enterprise by a CUSTOMER within the Geographic Territory.

2. <u>Power of Attorney</u>: CUSTOMER appoints Enterprise as its true and lawful attorney-in-fact to sign Vehicle titles on behalf of CUSTOMER for transfer of same and hereby grant it power in any and all matters pertaining to the transfer of Vehicle titles and any papers necessary thereto on behalf of CUSTOMER. The rights, powers and authorities of said attorney-in-fact granted in this instrument shall commence and be in full force and effect on the Execution Date, and such rights, powers and authority shall remain in full force and effect thereafter until terminated as set forth herein.

3. Assignments: Vehicle assignments may be issued to Enterprise by phone, fax, or electronically.

4. Service Fee: For each Vehicle sold, the CUSTOMER shall pay Enterprise a fee of \$_____ ("Service Fee") plus towing at prevailing rates.

5. <u>Sales Process</u>: Enterprise shall use reasonable efforts sell each Vehicle. CUSTOMER may, at its discretion, place a Minimum Bid or Bid to be Approved (BTBA) on any Vehicle by providing prior written notification to Enterprise.

6. Time for Payment:

(a) No later than ten (10) business days after the collection of funds for the sale of a Vehicle, Enterprise will remit to the CUSTOMER an amount equal to the Vehicle sale price minus any seller fees, auction fees, Service Fees, towing costs, title service fees, enhancement fees and any expenses incurred by Enterprise while selling Vehicle, regardless of whether the purchaser pays for the Vehicle.

(b) Enterprise's obligations pursuant to Section 6(a) shall not apply to Vehicle sales involving mistakes or inadvertences in the sales process where Enterprise reasonably believes that fairness to the buyer or seller justifies the cancellation or reversal of the sale. If Enterprise has already remitted payment to CUSTOMER pursuant to Section 6(a) prior to the sale being reversed or cancelled, CUSTOMER agrees to reimburse Enterprise said payment in full. Enterprise will then re-list the Vehicle and pay CUSTOMER in accordance with this Section 6. Examples of mistakes or inadvertences include, but are not limited, to Vehicles sold using inaccurate or incomplete vehicle or title descriptions and bids entered erroneously.

7. <u>Indemnification and Hold Harmless</u>: Enterprise and CUSTOMER agree to indemnify, defend and hold each other and its parent, employees and agents harmless to the extent any loss, damage, or liability arises from the negligence or willful misconduct of the other, its agents or employees, and for its breach of any term of this Agreement. The parties' obligations under this section shall survive termination of this Agreement.

8. <u>Liens, Judgments, Titles and Defects</u>: CUSTOMER shall defend, indemnify and hold Enterprise its parent, employees and agents harmless from and against any and all claims, expenses (including reasonable attorney's fees), suits and demands arising out of, based upon, or resulting from any judgments, liens or citations that were placed on the Vehicle, defects in the Vehicle's title, or mechanical or design defects in the Vehicle.

9. <u>Odometer</u>: Enterprise assumes no responsibility for the correctness of the odometer reading on any Vehicle and the CUSTOMER shall defend, indemnify and hold Enterprise its parent, employees and agents harmless from and against any and all claims, expenses (including reasonable attorney's fees), suits and demands arising out of, based upon or resulting from inaccuracy of the odometer reading on any Vehicle or any odometer statement prepared in connection with the sale of any Vehicle, unless such inaccuracy is caused by an employee, Enterprise, or officer of Enterprise.

10. <u>Bankruptcy</u>: Subject to applicable law, in the event of the filing by CUSTOMER of a petition in bankruptcy or an involuntary assignment of its assets for the benefit of creditors, Enterprise may accumulate sales proceeds from the sale ofall Vehicles and deduct seller fees, auction fees, Service Fees, towing costs, title service fees, enhancement fees and any expenses incurred by Enterprise while selling Vehicle from said funds. Enterprise will thereafter remit to CUSTOMER the net proceeds of said accumulated sales proceeds, if any.

11. <u>Compliance with Laws</u>: Enterprise shall comply with all federal, state, and local laws, regulations, ordinances, and statutes, including those of any state motor vehicle departments, department of insurance, and the Federal Odometer Act.

12. <u>Insurance</u>: CUSTOMER shall obtain and maintain in force at all times during the term of this Agreement and keep in place until each Vehicle is sold and title is transferred on each Vehicle, automobile third party liability of \$1,000,000 per occurrence and physical damage coverage on all Vehicles. This insurance shall be written as a primary policy and not contributing with any insurance coverage or self-insurance applicable to Enterprise.

13. <u>Term</u>: This agreement is effective on the Execution Date and shall continue until such time as either party shall notify the other party with thirty (30) days prior written notice to terminate the Agreement with or without cause.

14. <u>Modification</u>: No modification, amendment or waiver of this Agreement or any of its provisions shall be binding unless in writing and duly signed by the parties hereto.

15. <u>Entire Agreement</u>: This Agreement constitutes the entire Agreement between the parties and supersedes all previous agreements, promises, representations, understandings, and negotiations, whether written or oral, with respect to the subject matter hereto.

16. <u>Liability Limit</u>: In the event Enterprise is responsible for any damage to a Vehicle, Enterprise's liability for damage to a Vehicle in its possession shall be limited to the lesser of: (1) the actual cost to repair the damage to such vehicle suffered while in Enterprise's possession; or (2) the negative impact to the salvage value of such vehicle. Enterprise shall not be liable for any other damages to a Vehicle of any kind, including but not limited to special, incidental, consequential or other damages.

17. <u>Attorney's Fees</u>: In the event that a party hereto institutes any action or proceeding to enforce the provisions of this Agreement, the prevailing party shall be entitled to receive from the losing party reasonable attorney's fees and costs for legal services rendered to the prevailing party.

18. <u>Authorization</u>: Each party represents and warrants to the other party that the person signing this Agreement on behalf of such party is duly authorized to bind such party.

| "ENTERPRISE" | "CUSTOMER" |
|----------------|----------------|
| Signature: | Signature: |
| | |
| Printed Name: | Printed Name: |
| | |
| Title: | Title: |
| | |
| Date Signed:,, | Date Signed:,, |
| | |