Lower temperatures signal increased care for equipment

by Bill A. Garratt

Snow, ice and subzero temperatures are no less wearing on landscaping equipment than they are on those of us who live and work with these elements for months on end. This is true for equipment in use and storage.

So when the job has to get done, whether the next frozen morning or next March, cold weather maintenance can help insure your fleets will start when the work shift does.

Most winterizing tips are applicable across product lines. With that in mind, this chart offers some guidelines that will help keep equipment productive despite the wrath of winter.

By making a conscious effort to follow these winterizing tips, your equipment will remain productive despite the threatening snow and subzero temperatures.

—The author is manager of service training at J I Case, a Tenneco Company, in Racine, Wisc.

WINTER EQUIPMENT MAINTENANCE

Proper warm-up
1. Wait until dashboard signal lights indicate machine is ready.
2. Warm up on one-half to one-quarter throttle.

Batteries
1. If possible, store batteries indoors overnight.
2. Disconnect positive terminal when machine is off.
3. Check electrolyte levels regularly.
4. Keep battery charged.
5. Electric warning pads help batteries work in the cold.

Starting aids
1. Keep cold start kits available.
2. Use ether kits and electric coolant heaters when possible.

Lubrication
1. Lubricate regularly.
2. Retract cylinder rods to circulate oil whenever possible.

Winter storage
1. Start the machine at least once a month, and run until engine reaches normal operating temperature.
2. Check cooling system and top off all fluid levels.
3. Wherever possible, position cylinder rods inside cylinders.
4. Cover all intake and exhaust ports.
5. Check tire pressures and fill to specifications.
6. Lubricate fittings and linkages per maintenance schedule.
7. Drain all water traps after last machine use.
8. Cover or remove all seats not protected by cabs.

Sufficient warm-up time prepares engine and hydraulic systems to perform properly under heavy loads.

Helpful hints: Dealing with your friendly bank

by Ed Wandtke

Financing the continued success and possible expansion of a business is becoming more challenging for most green industry companies.

Determining the amount of money needed to maintain the company during the off-season is increasingly difficult. Here are questions that need answering:

1) What can be done to increase its viability and secure adequate financing later?
2) What needs to be done to survive the financial crisis in the banking industry today, especially in light of the industry’s seasonal nature?

Winter bank loans—For years you have been able to borrow the necessary funds to weather the winter cash crunch. This year—thanks to bank failures, declining profitability and increased deposit insurance premiums—banks will examine loan applications more closely.

When you go to the bank this winter, don't be surprised at the number of questions or the amount of additional information you'll need to supply. Bankers now want to know how last year's performance compared with the budget. They may even ask for the same information for the prior year if it has not already been supplied. In addition, don't be surprised if your banker asks for financial statements prepared or reviewed by your accountant. An audit will not be needed, but be prepared to supply more detailed financial information to your banker.

1992 may be the year you will be asked to supply personal tax returns for the past three
Develop a file on your company as if you were competing with yourself. What are the specific strengths that have led to the performance of your company? How are these strengths evident or provable? How will these strengths assist you in maintaining “better than average” performance? Demonstratable answers to these questions will serve as great ammunition in presenting a favorable financial picture.

3. Identify the value of your customer list and contracts.

Generally accepted accounting principles do not require that a value be assigned to your customer list. Do a business valuation of the company. This valuation can be used in supporting the financial statements the banker will ask to see. Having this valuation completed—independent of your accountant—by an expert in the green industry is an excellent method of demonstrating to your banker the real value of your business. Many bankers do not realize the significant value of the customer list and service contracts. Coming prepared with a valuation is another method of putting your best foot forward.

4. Value your assets at market.

Accounts receivable are usually discounted by bankers; they assume you will collect 80 or 85 percent of them. Presenting your bad debt write-offs for the past three years is often a revealing piece of information the banker is unfamiliar with. An appraisal made of your fixed assets also increases the value of your business. The financial statement merely presents your fixed assets based on the depreciation allowed by the IRS. An appraisal of your assets can demonstrate that your fixed assets are worth far more than their book value. This information must be presented in compliance with generally accepted accounting standards for financial statement reporting.

Coming prepared to deal with your banker, and presenting the value of your assets is another method of improving your effectiveness in securing an operating loan.

—The author is a senior consultant with PC Systems, Inc., Columbus, Ohio.

Christmas tree recycling pays handsome dividends

- Landscapers who offer a Christmas tree recycling program can bring in more clients, plus attract positive media coverage.

Manager Dave Millen of Olmsted Falls, Ohio, says Dugan’s Garden Center’s recycling program has worked out very well in the past. Millen says Dugan’s Christmas tree recycling program has paid off to the tune of more customers for its full-service landscaping business.

Each person who dropped off a tree to be recycled had their name placed in Dugan’s mailing file. “It increased our customer newsletter address list. We got a lot of mileage out of it in that respect,” Millen reports.

About 500 trees were turned in following the 1990 winter holiday season. “That was the first year we’ve done it,” Millen explains, adding that they could have had even more trees on hand if they had decided to accept unsold trees from large retailers. “We didn’t get any chains who dropped off their trees—but we sure had a lot of them call” seeking permission to do so.

The discarded trees had a brief run-in with a chipper that quickly reduced them to mulch. “We ground them up and we used them around here” to protect and nurture the nursery stock, Millen says.

The only cost involved was the hiring of a chipper and operator. Even that came at a good price because “we have a good working relationship with one of the local tree contractors,” Millen notes.

Administration of the program was virtually free: “We just had a sign out front telling them to stop at the office.”

There the customers were placed on the mailing list and sent on their way—although a number of them stayed around to shop at the garden center.

“All we ask is that the trees are tinsel-free,” Millen says.

The participants in the program loved it, Millen recalls. “They were happy to see something being done as an alternative to taking it to the dump.”

Ohio, like many states, has passed laws restricting the amount of trash that can be placed in landfills. Landscape waste is a prime concern of both government and taxpayers, and the Christmas tree recycling project helped reduce a portion of that problem. “We had the idea because of our concern for the community,” says Millen.

Dugan’s has previously donated a truck for trash recycling programs, “and that kind of led to the idea of the Christmas trees,” Millen recounts. “This is one area where we were able to help.”

Millen laughs as he recalls a visit by an after-hours gasoline thief: the culprit paused long enough to drop off a tree.

The success of the winter endeavor was enough to convince the company to offer a summer garden debris program in which area residents were encouraged to drop off their landscape waste for inclusion in a compost pile.

The Dugan’s Christmas tree program was written up in four newspapers and attracted a good amount of television coverage. “This is all free advertising,” Millen points out. “(The press) is always looking for good stories, especially during the holiday season.”

The company is also involved in other community events. At Halloween, a haunted house that is less scary for the benefit of younger children also doubles as a food-for-the-hungry drive. An Easter egg hunt and a “winter wonderland” display are other attractions.

—Jim Guyette