



CITY COUNCIL ACTION REPORT

Date November 26, 2007

TO: Phillip L. Nelson, City Manager

FROM: Brian P. Murphy, Assistant City Manager/Economic Development Services
Susan A. Leirstein, Purchasing Director
Timothy L. Richnak, Public Works Director

SUBJECT: Standard Purchasing Resolution 4: Award – Macomb County Cooperative Purchasing Agreement – Fleet Vehicles

Background:

- Signature Ford and Varsity Ford are the low total bidders in the Macomb County cooperative bid.
- The vehicles being purchased are replacement vehicles for those sold at auction.
- To reduce the City's consumption of fuel, the Fleet Division recommends the purchase of a hybrid vehicle to be used by City Inspectors that travel throughout Troy's subdivisions with multiple stops. The vehicles currently used by the inspectors average between 17 to 20 MPG for mid-size sedans and 10 to 12 MPG for mid-size pickups. The recommended hybrid will average between 30 and 34 MPG and also has an 8-year, 100,000 mile warranty on the hybrid components. This is just the first step the Fleet Division is taking in "**Greening the Fleet**" and reducing future fuel consumptions.

Financial Considerations:

- Funds are available in the Public Works Fleet Division capital account # 565.7981.
- The Fleet Maintenance Division has sufficient funds to cover the additional \$2,146.00 from other items that were less than estimated.

	<u>BUDGET</u>	<u>UNIT COST</u>	<u>ESTIMATED TOTAL</u>
<u>SIGNATURE FORD, L-M JEEP</u>			
(1) Ford Escape Hybrid FWD	\$ 17,500.00	\$23,235.00	\$ 23,235.00
<u>VARSITY FORD</u>			
(1) Ford Taurus SEL FWD	\$ 22,000.00	\$18,411.00	\$ 18,411.00
ESTIMATED TOTAL	\$ 39,500.00		\$ 41,646.00

Legal Considerations:

- There are no legal considerations associated with this item.

Policy Considerations:

- The vehicles are used on a daily basis to assure proper and proactive Police and Public Works protection and service (Goal I & V).

- The purchase of the Police and Public Works vehicles would assure the safety and welfare of citizens and businesses and also reduce the liability for the City. (Goal I & V).
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Options:

- City management and the Public Works Fleet Division recommend awarding contracts to provide one (1) 2008 Ford Escape Hybrid FWD for Public Works from Signature Ford, L-M Jeep of Owosso, MI, and one (1) 2008 Ford Taurus for Police from Varsity Ford of Ann Arbor, MI, through the Macomb County purchasing agreement at an estimated total cost of \$23,235.00 and \$18,411.00 respectively.

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