



CITY COUNCIL ACTION REPORT

June 24, 2008

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 Vehicle

Background

- Signature Ford is one of the low bidders in the Macomb County cooperative bid.
- The vehicle being purchased will replace vehicles 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 another step the Fleet Division is taking in "**Greening the Fleet**" and reducing future fuel consumption.

Financial Considerations

- Funds are available in the Public Works Fleet Division capital account # 5657981.
- The Fleet Maintenance Division has sufficient funds in the capital budget to cover the additional \$6,052.00.

	<u>BUDGET</u>	<u>UNIT COST</u>	<u>ESTIMATED TOTAL</u>
<u>SIGNATURE FORD, L-M, JEEP</u>			
(1) Ford Escape Hybrid AWD	<u>\$ 18,500.00</u>	\$24,552.00	<u>\$ 24,552.00</u>
ESTIMATED TOTAL	\$ 18,500.00		\$ 24,552.00

Legal Considerations

- There are no legal considerations associated with this item.

Policy Considerations

- The vehicle is used on a daily basis to assure proper and proactive Public Works service (Goal I & V).
- The purchase of the Public Works vehicle would assure the safety and welfare of citizens and businesses and also reduce the liability for the City. (Goal I & V).

Options

- City management and the Public Works Fleet Division recommend awarding a contract to provide one (1) 2008 Ford Escape Hybrid AWD for Public Works from Signature Ford, L-M, Jeep of Owosso, MI through the Macomb County purchasing agreement at an estimated total cost of \$24,552.00.