



## AGENDA MEMORANDUM

Future Item for the City Council Meeting of September 22, 2015  
Action Item for the City Council Meeting of September 29, 2015

**DATE:** September 22, 2015

**TO:** Ronald L. Olson, City Manager

**FROM:** Maria Pedraza, Procurement Manager  
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### Purchase and Lease Purchase of Police Vehicles

**CAPTION:**

Resolution rejecting non-local bids and accepting the local bid of AutoNation Ford–Corpus Christi (“AutoNation”) for the lease-purchase of 20 sedans; accepting the only bid from Silsbee Ford for the purchase of two sport utility vehicles; rejecting a non-local bid and accepting the local bid of AutoNation for the purchase of 40 sport utility vehicles; and authorizing the City Manager, or designee, to execute all necessary agreements for the purchase and financing of 62 vehicles totaling \$1,673,260.12.

<u>Silsbee Ford</u>	<u>AutoNation Ford</u>
Silsbee, TX	Corpus Christi, TX
Item 2	Items 1 & 3
\$74,790.00	\$1,567,800.00
Purchase:	\$1,169,590.00
Lease-Purchase:	\$473,000.00
Interest for Lease:	\$30,670.12
<b>Total Cost:</b>	<b>\$1,673,260.12</b>

**PURPOSE:**

This item is to approve the purchase of forty-two (42) Sport Utility Vehicles and the lease purchase of twenty (20) Sedans.

**BACKGROUND AND FINDINGS:**

This purchase will be used by Police Officers in the performance of their duties throughout the City and keeps pace with efforts to continue to modernize the Police Fleet.

**ALTERNATIVES:**

Not applicable.

**OTHER CONSIDERATIONS:**

The recommended award is based on Section 26 of the Council Policies of the City of Corpus Christi Code of Ordinances. The ordinance provides for local preference when a local bidder is within 3% of a non-local bidder.

**CONFORMITY TO CITY POLICY:**

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency.

**DEPARTMENTAL CLEARANCES:**

General Services and Police Department

**FINANCIAL IMPACT:**

☐ Operating

☐ Revenue

☒ Capital

☐ Not applicable

<b>Fiscal Year: 2014-2015</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget		\$6,126,539.22	\$503,670.12	\$6,630,209.34
Encumbered / Expended Amount		\$4,462,332.05		\$4,462,332.05
Purchase		\$1,169,590.00		\$1,169,590.00
Lease Purchase			\$503,670.12	\$503,670.12
BALANCE		\$494,617.17		\$494,617.17

Fund(s): Fleet Maintenance Services, Police General and CC Crime Control Funds

**Comments:** Financing for the lease-purchase of vehicles is based on a sixty-month term with an estimated interest rate of 2.50% for an annual payment of \$100,734.00. The total estimated cost over the five-year period, including principal of \$473,000.00 and interest of \$30,670.12, is \$503,670.12. Funding is available through the Police General Fund.

**RECOMMENDATION:**

Staff recommends approval of the resolution as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Bid Tabulation

Resolution