

City Manager's Report**September 12, 2016 City Council Meeting****Prepared by:** Steve Youel, Director of Community Services**Item #: 8.5****Subject:** Adopt a resolution:

1. Approving the purchase of a 2017 Ford 350, 4X4 regular cab and chassis Utility Truck with a Scelzi service body in the amount of \$55,066.35 from Ron Duprat Ford; and
2. Approving a budget appropriation from the Sewer Enterprise Fund Contingency for Unforeseen Expenditures for the said vehicle; and
3. Declaring the 1997 Ford F Series Utility Truck (Vin# 3FELF47G6VMA21419) as surplus equipment and authorize the vehicle to be disposed of through public auction or as trade-in towards the purchase of a replacement vehicle.

Discussion: The City's Sewer Utility Truck is used on all sewer service calls, emergencies and as a weekly work truck. By law water and sewer tools and equipment cannot be kept on the same truck. This separation is to ensure that we do not cross contaminate sewer into our domestic drinking water system. It is for this reason the truck has one primary use as a sewer truck.

The City's existing 1997 Ford F Series Sewer Truck has 131,000 miles on it. The engine block is cracked, it needs a new rear-end, and the clutch is slipping. The truck did not pass a recent smog test and cannot be re-registered. The estimated cost of repairs is \$6,650. Assuming the repairs are made, the truck would still have the original transmission and a compromised rear differential. The estimated value of the truck is \$1,500 while the estimated cost to repair the truck is \$6,650. Staff has determined that given the overall condition of the truck, it is in the City's best interest to spend money on purchasing a new truck as opposed to repairs.

It is imperative that the City's sewer truck be a reliable vehicle when responding to sewer calls to prevent potential threats to public health and safety.

Analysis: The 2017 Ford 350, 4X4 Regular Cab and Chassis, 6.7L Diesel with a Scelzi Service Body in the amount of \$55,066.35 provides the best value and is recommended for purchase (see photo, Attachment A).

Cost: \$55,066.35

The California Department of General Services Procurement Division provides purchasing services for local agencies. Local agencies are able to take advantage of quantities of scale by taking part in State wide bids for vehicles, equipment and other services. Taking part in this service ensures that small City's receive the best possible public purchase price from reputable business located throughout California. It is Staff's intent to take advantage of this service for the vehicle that cannot be purchased for the same or lower price locally. The recommended purchase meets this condition.

Budget Impact: Replacement of the Utility Sewer Truck was not included in the adopted Fiscal Year 2017/2018 Operating Budget. Staff is recommending a \$55,066 budget appropriation from the Sewer Enterprise Fund Contingency for Unforeseen Expenditures. The said Contingency has an unencumbered balance of \$125,174. If the \$55,066 budget appropriation is approved, the Contingency would have a remaining unencumbered balance of \$70,108 for the remainder of the Fiscal Year.

Recommendation: Adopt a resolution:

1. Approving the purchase of a 2017 Ford 350, 4X4 regular cab and chassis Utility Truck with a Scelzi service body in the amount of \$55,066.35 from Ron Duprat Ford; and
2. Approving a budget appropriation from the Sewer Enterprise Fund Contingency for Unforeseen Expenditures for the said vehicle; and
3. Declaring 1997 Ford F Series Utility Truck (Vin# 3FELF47G6VMA21419) as surplus equipment and authorize the vehicle be disposed of through public auction or as trade-in towards the purchase of a replacement vehicle.



M. Cleve Morris, City Manager



Steve Youel, Director of Community Services



Dave Warren, Director of Finance