

Legislative File No: 2006-0166

TO:	Mayor and City Council Members	
FROM:	Roger Rousse, Department of Public Service, 841-2497	
DATE:	02/16/2006	
SUBJECT:	Vehicle Purchases	

REQUEST:

City Council is requested to authorize the purchase of nine (9) new vehicles utilizing the Oakland County Cooperative Purchasing Program and the State of Michigan MiDeal Extended Purchase Program. One (1) vehicle will be purchased through Buff Whelan Chevrolet, Sterling Heights, Michigan, in the amount of \$12,103.54; three (3) vehicles will be purchase from Signature Ford/Jeep, Owosso, Michigan, in the amount of \$54,617.13; two (2) vehicles will be purchased from Bill Snethkamp's Lansing Dodge, Inc., Lansing, Michigan, in the amount of \$30,268.34; and three (3) vehicles will be purchased from Red Holman Pontiac GMC Toyota, Westland, Michigan, in the amount of \$43,503.00.

REASON FOR PURCHASE:

The City purchases cars and light trucks through the Oakland and Macomb County Cooperative Purchasing programs, and the State of Michigan Extended Purchasing program. Vehicles are purchased through these programs at a cost significantly lower than retail, and surplus vehicles are disposed of at a local auction house. Purchasing the vehicles at a discount, and selling them at public auction results in a relatively low life cost to the City.

For detailed information regarding these scheduled replacements, usage of the new vehicles and disposition of the replaced vehicles see the attached file named Vehicle Purchase Explanation. For new vehicle specifications see the attached vehicle specification files.

PROCESS:

Vendor Name and Address: Red Holman Pontiac GMC Toyota 35300 Ford Road

Signature Ford/Jeep 1960 E. Main Street Owosso, MI 48867

Westland, MI 48185

Buff Whelan Chevrolet 40445 Van Dyke Sterling Heights, MI 48313

Bill Snethkamp's Lansing Dodge, Inc. 6131 S. Pennsylvania Avenue Lansing, MI 48911

Reason for Selection:

Purchased through the Oakland County Cooperative and State of Michigan MiDeal Extended purchasing program at a cost significantly lower than retail.

Method of Purchase:

BUDGET:

These replacement vehicles were provided for in the 2006 fleet capital vehicle fund budget. There will be no additional staffing required. Budgets for these nine vehicles amount to \$194,520.00.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Fleet	661.981000	Capital-Vehicles	\$194,520.00	\$140,492.01	\$54,027.99

RECOMMENDATION:

It is recommended that City Council authorize the purchase of nine (9) new vehicles. It is recommended that the purchase of one (1) Chevrolet Malibu Sedan be purchased through Buff Whelan Chevrolet, Sterling Heights, Michigan, in the amount of \$12,103.54; and two (2) GMC cargo vans and one (1) GMC pickup be purchased from Red Holman Pontiac GMC Toyota, Westland, Michigan, in the amount of \$43,503.00, utilizing the Oakland County Cooperative Purchasing Program. It is further recommended that the purchase of three (3) Jeep Liberty's be purchase from Signature Ford/Jeep, Owosso, Michigan, in the amount of \$54,617.13; and two (2) Dodge Dakota pickup's be purchased from Bill Snethkamp's Lansing Dodge, Inc., Lansing, Michigan, in the amount of \$30,268.34, utilizing the State of Michigan's MiDeal Extended Purchasing Program.

ATTACHMENTS:

Vehicle Purchase Explanation Vehicle Specs-Buff Whelan Vehicle Specs-Red Holman (CargoVan) Vehicle Specs-Red Holman(GMC) Vehicle Specs-Signature Ford Vehicle Specs-Snethkamp

RESOLUTION

<u>NEXT AGENDA ITEM</u>

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		

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