



**City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS**

**1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org**

Legislative File No: 2008-0606

TO: Mayor and City Council Members
FROM: Roger Rouse, Director of Public Services
DATE: November 17, 2008
SUBJECT: Vehicles

REQUEST:

City Council is requested to authorize the purchase of eight (8) new vehicles (replacements for 39-31, 39-47, 39-89, 39-105, 39-142, 39-144, 39-146, 39-147) from Red Holman Pontiac GMC Toyota, Westland, Michigan in the amount of \$140,427.00

REASON FOR PURCHASE:

The City purchases vehicles through the Oakland County Cooperative Purchase Program. Vehicles are purchased through this program at a cost significantly lower than retail and surplus vehicles are disposed of through the Michigan Intergovernmental Trade Network on-line auctions. Purchasing the vehicles at a discount and selling them at auction results in a relatively low life cost to the City.

The Oakland County Cooperative Purchase Program's contract with Red Holman will expire December 31, 2008. Issuance of a purchase order before this date will allow the City to purchase 2009 vehicles under the 2008 pricing structure. Vehicles ordered will not be received until 2009.

PROCESS:

Vendor Name and Address:

Red Holman Pontiac GMC Toyota
35300 Ford Road
Westland, MI 48185

Reason for Selection:

Oakland County Cooperative Purchase Program

Method of Purchase:

Purchase Order

BUDGET:

Fund Name	Department Account No	Account No. Description	2009 Budget Amount	Cost	Remaining Budget
Fleet	661.981000	Capital-Vehicles	\$189,830.00	\$140,427.00	\$49,403.00

RECOMMENDATION:

It is recommended that City Council authorize the purchase of eight (8) new vehicles (replacements for 39-31, 39-47, 39-89, 39-105, 39-142, 39-144, 39-146, 39-147) from Red Holman Pontiac GMC Toyota, Westland, Michigan in the amount of \$140,427.00

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