



Legislation Details (With Text)

File #: 20-1031 **Version:** 1 **Name:** FM - Contract w/Enterprise Fleet Management to lease vehicles

Type: Resolution **Status:** Adopted

File created: 10/1/2020 **In control:** City Council

On agenda: 10/20/2020 **Final action:** 10/20/2020

Title: Recommendation to adopt resolution authorizing City Manager, or designee, to execute a contract, and any necessary amendments, with Enterprise FM Trust, dba Enterprise Fleet Management, Inc., of St. Louis, MO, to lease vehicles for various Police operations, on the same terms and conditions afforded to Sourcewell, formerly The National Joint Powers Alliance, in an annual amount of \$125,656, with a 10 percent contingency of \$12,565, for a total annual contract amount not to exceed \$138,221, until the Sourcewell contract expires on July 24, 2022, with the option to renew for as long as the Sourcewell contract is in effect, at the discretion of the City Manager. (Citywide)

Sponsors: Financial Management

Indexes:

Code sections:

Attachments: 1. 102020-C-3sr&att.pdf, 2. RES-20-0134.pdf

Date	Ver.	Action By	Action	Result
10/20/2020	1	City Council	approve recommendation and adopt	Pass

Recommendation to adopt resolution authorizing City Manager, or designee, to execute a contract, and any necessary amendments, with Enterprise FM Trust, dba Enterprise Fleet Management, Inc., of St. Louis, MO, to lease vehicles for various Police operations, on the same terms and conditions afforded to Sourcewell, formerly The National Joint Powers Alliance, in an annual amount of \$125,656, with a 10 percent contingency of \$12,565, for a total annual contract amount not to exceed \$138,221, until the Sourcewell contract expires on July 24, 2022, with the option to renew for as long as the Sourcewell contract is in effect, at the discretion of the City Manager. (Citywide)

City Council approval is requested to enter into a contract with Enterprise Fleet Management, Inc. (Enterprise), for the lease of up to 20 vehicles, as needed by the Police Department for various operations. This lease agreement will allow the City to replace currently leased vehicles of various makes and models that are now at the end of their term under the previous contract.

The City maintains a wide variety of vehicles to support specialized operations in the Police Department. The current leased vehicles are almost six years old with excessive mileage and have exceeded their efficient and useful life of five years. Leasing a range of newer model vehicles will provide increased fuel efficiency, lower maintenance costs, and greater reliability for specialized Police operations. The lease contract allows for vehicles to be selectively turned in and exchanged for another when that flexibility is required.

City Charter Section 1802 provides an alternative procurement method by permitting the City

to purchase or otherwise obtain services, supplies, materials, equipment, and labor with other governmental agencies by purchasing under their contracts on a voluntary and selective basis when authorized by a Resolution of the City Council.

The Fleet Services Bureau and the Purchasing Division in the Financial Management Department investigated procurement options, and the Sourcwell contract (not a SBE, DBE, MBE, WBE, or Local) was determined to be competitively bid using an open, fair, and transparent process and was the best option for this purchase.

This matter was reviewed by Deputy City Attorney Taylor M. Anderson on October 1, 2020, Deputy Finance Director Sandy Tsang-Palmer on September 23, 2020, and by Budget Management Officer Rhutu Amin Gharib October 1, 2020.

SUSTAINABILITY

The leased vehicles will be compliant with the State of California and local district air quality regulations.

City Council action to adopt the attached Resolution is requested on October 20, 2020, to ensure the contract is in place expeditiously.

The annual cost of the contract will not exceed \$138,221, inclusive of a 10 percent contingency, taxes, and fees, and is budgeted in the Fleet Service Fund Group in the Financial Management Department. Ongoing maintenance expenses estimated at \$90,804 annually, and lease charges of \$125,656, will be charged to the General Fund Group in the Police Department. All charges will be made through the regular Fleet Services Memorandum of Understanding (MOU) monthly billing process starting when the units are delivered and in use. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

Approve recommendation.

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JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:

THOMAS B. MODICA
CITY MANAGER