



PROCUREMENT OF FLEET REPLACEMENT VEHICLES

RS-19-001

January 8, 2019

Background

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- Fleet Services maintains the annual vehicle replacement schedule that is approved during the budget process.
 - ▣ At times fleet replacement crosses fiscal years
- Criteria used to establish the replacement schedule:
 - ▣ Available funding;
 - ▣ Vehicle age compared to the recommended replacement age;
 - ▣ Mileage or hours used;
 - ▣ Repair costs; and
 - ▣ Department and division feedback.
- Annual fleet replacement budget:
 - ▣ FY 2017 - \$752,155
 - ▣ FY 2018 - \$4,444,596
 - ▣ FY 2019 - \$4,613,300

Procurement Information

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- ❑ Total of 12 pieces of fleet are being procured for Public Works at a cost of \$3 million.
 - ▣ Solid Waste Commercial – 4 pieces of fleet (\$1.1 million);
 - ▣ Solid Waste Residential – 7 pieces of fleet (\$1.6 million); and
 - ▣ Drainage Utility Maint. – 1 piece of fleet (\$240,760).
- ❑ FY 2018 fleet replacement - \$1.2 million.
- ❑ FY 2019 fleet replacement - \$1.8 million.
- ❑ Vehicle and equipment purchases are in compliance with the Local Government Code and the City's Purchasing Policy.

Alternatives

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- Option 1: Defer replacement.
 - ▣ This will cause the departments to operate in a reduced resource capacity, incur increased maintenance costs, and lose residual value.
- Option 2: Replace the fleet.
 - ▣ This provides for safe and effective delivery of services and achieves the least cost of ownership.

Recommendation

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Staff recommends that City Council approve the procurement of the fleet, and that the City Manager or designee be authorized to execute any change orders as permitted by state and local law.