City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Matthew J. Fertal From: Keith G. Jones

Dept: City Manager Dept: Public Works

Subject: PURCHASE OF TWO (2) Date: November 27, 2007

DODGE CHARGERS

OBJECTIVE

To secure City Council authorization to purchase two (2) Dodge Chargers.

BACKGROUND

Public Works is responsible for providing City staff with safe and reliable vehicles. The Water Division currently has two vehicles that meet the policy guidelines for replacement. The following analysis represents the replacement costs for those vehicles.

ANALYSIS

Specifications were prepared and sent to prospective bidders. In response to prescribed bidding procedures, five (5) bids were received.

H.W. Hunter Inc.	\$36,332.66
Lancaster, CA.	

Cole Chrysler Dodge	\$36,826.80
San Luis Obispo, CA.	

Cerritos Dodge	\$37,835.34
Cerritos, CA.	

Orange Coast Dodge	\$38,598.20
Costa Mesa, CA.	

Ontario Dodge	\$46,608.34
West Covina, CA.	

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FINANCIAL IMPACT

The financial impact is \$36,332.66 to the Vehicle Maintenance Replacement Fund. The amount for this purchase is provided by funding assessed over the last ten years from the General Fund and deposited into the Vehicle Maintenance Replacement Fund. This fund was developed to ensure funding for equipment when the equipment has fully depreciated and is no longer cost effective to maintain. The vehicles being replaced will be sold at public auction.

COMMUNITY VISION IMPLEMENTATION

Dependable safe vehicles are essential to ensure the Public Works Department remains efficient, high-quality service providers, as outlined in the City of Garden Grove's strategic plan.

RECOMMENDATION

It is recommended that City Council:

 Authorize the Finance Director to issue a purchase order in the amount of \$36,332.66 to H.W. Hunter Inc. for the purchase of two (2) Dodge Chargers.

KEITH G. JONES Public Works Director

By: Phillip Carter

Equipment Maintenance Supervisor