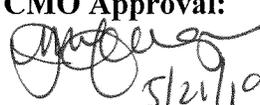


CITY COUNCIL ACTION REQUEST

Department(s): Finance	CEQA: Not a Project, File No. PP17-003, Agreements/Contracts (New or Amended) resulting in no physical changes to the environment	Coordination: Department of Public Works, City Attorney's Office, City Manager's Budget Office	Dept. Approval: /s/ Julia H. Cooper
Council District(s): Citywide			CMO Approval:  5/21/19

SUBJECT: ACTIONS RELATED TO THE PURCHASE ORDER 56650 WITH FOLSOM LAKE FORD FOR FORD POLICE INTERCEPTOR SPORT UTILITY VEHICLES (SUV's)

RECOMMENDATION:

Adopt a resolution authorizing the City Manager to amend Purchase Order 56650 with Folsom Lake Ford (Folsom, CA) to increase amount of total compensation by \$1,100,000 to purchase 25 additional new Ford police interceptor sport utility vehicles, for a revised total amount not to exceed \$2,000,000 for the remainder of the current term ending on or about November 30, 2019.

Desired Outcome: Ensure that the City of San José Police Department has newer, more reliable marked patrol replacement vehicles to mobilize and patrol more effectively.

BASIS FOR RECOMMENDATION:

The Fleet Management Division of the Department of Public Works has identified more marked patrol vehicles for replacement than originally anticipated. Vehicles are typically replaced because of age, high mileage, or damages and total losses resulting from car accidents. The Police Department has been approved additional funding to replace these vehicles immediately to ensure the City is not paying for unnecessary maintenance and repair costs.

City staff has been leveraging the State of California's Department of General Services cooperative to purchase Ford Interceptor Sport Utility Vehicles at a significant cost benefit, taking advantage of the State's purchasing power from pooling the collective demand of public agencies statewide. The City's use of this cooperative is consistent with San José Municipal Code Section 4.12.225.B.3 titled "Public Agencies Purchases," which allows the City to leverage another public agency's procurement if its competitive process substantially complies with the City's procurement procedures and names third party beneficiaries as part of the competitive procurement process. The City's savings to purchase 25 additional vehicles from the State's cooperative is approximately 18% off retail pricing (an estimated cost savings of \$194,000). Leveraging the State's cooperative will also shorten the procurement cycle and lead time, and help ensure the vehicles are delivered by the end of the City's Fiscal Year 2018-2019.

This Council item is consistent with the City's 2018-2019 Adopted Operating Budget City Areas Delivery Framework: "To have safe and functional public infrastructure, facilities, and equipment."

COST AND FUNDING SOURCE:

Fund #	Appn. #	Appn. Name	Total Appn.	Amt. for Recommendation	2018-2019 Adopted Operating Budget Page	Last Budget Action (Date, Ord. No)
552	0084	Vehicle Replacement and Improvement	\$6,112,140	\$1,100,000	X-91	6/19/2018, 30124

FOR QUESTIONS CONTACT: Jennifer Cheng, Deputy Director, Finance at (408) 535-7059