



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

55

2. Council Meeting Date:

September 24, 2015

TO: MAYOR & COUNCIL

3. Date Prepared: August 17, 2015

THROUGH: CITY MANAGER

4. Requesting Department: Fire, Health & Medical

5. SUBJECT: Purchase of Fire Department Vehicles.

6. RECOMMENDATION: Staff recommends City Council approve the use of the Houston-Galveston Area Council (HGAC) contract with Smeal Fire Apparatus for the purchase of three (3) replacement fire engines, in the amount of \$1,563,040.83, and approve the transfer of \$60,778 from the Vehicle Replacement Fund Non-Departmental Contingency Account to the Vehicle Replacement Fund Fire Capital Program.

7. HISTORICAL BACKGROUND/DISCUSSION: Over the last few years the Chandler Fire, Health & Medical Department (CFHMD) has been submitting fire engines that are fifteen (15) years old to be evaluated for replacement by the City's Fleet Advisory Committee (FAC). The FAC reviews all vehicles requested to be replaced with regards to mileage, years of service, reliability, repair history and forecasted ability to meet service requirements. The FAC has deferred each of these engines on their first evaluation and two of the engines have been deferred for more than one year. The FAC has recommended the replacement of all three previously deferred engines in FY 15/16.

In 2013, staff issued a Request For Proposal (RFP) for the purchase of a fire apparatus. The City received offers from five firms. The proposal from Red Sky Fire Apparatus was accepted. CFHMD is very satisfied with the engine now that it has been in service for a period of time. The possibility of purchasing similar fire engines has been explored and can be achieved through the use of the HGAC. CFHMD has worked with HGAC and the supplier to achieve a purchase price that is only 4% higher than the proposal price for the purchase in 2013. This price is well within what is acceptable for additional purchases, reflecting a 2% inflation factor per year.

8. EVALUATION PROCESS: HGAC has been used by the City in the past to purchase various items. HGAC is a regional council of governments that operates as a cooperative authority for the purchase of various equipment and vehicles that are common to local, state and certain non-profit corporations. HGAC competitively solicited and awarded Contract FS12-13 (Dec. 2013) for Fire Apparatus. The City has a current Intergovernmental Agreement with HGAC allowing for the cooperative use of HGAC's contracts.

HGAC offers the fire engine that CFHMD is looking to purchase. Staff recommends cooperative use of this contract because it offers pricing from a government cooperative and provides an expedited process for the purchase. In addition, the equipment available under the HGAC contract is the same as the equipment already in the fleet, allowing for equipment standardization.

9. FINANCIAL IMPLICATIONS: Appropriation of \$1,502,263.00 for the purchase of the vehicles is available in the City's FY 2015-16 Vehicle Replacement Fund. Additionally an appropriation transfer of \$60,778 from the Vehicle Replacement Fund Non-Departmental Contingency Account (404.1290.5911) to the Vehicle Replacement Fund Fire Capital Program accounts is necessary to cover the balance required to purchase the vehicles.

Cost: \$1,563,040.83

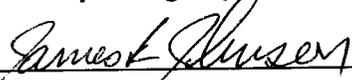
Fund Source:

Acct. No.:	Fund Name:	Program Name:	Amount:
404.2250.6310.0.6GG632	Vehicle Replacement Fund	Fire Vehicles	\$1,042,781.55
404.2250.6310.0.6FI641	Vehicle Replacement Fund	Fire Vehicles	\$ 520,259.28

10. PROPOSED MOTION: Move City Council approve the use the Houston-Galveston Area Council (HGAC) contract with Smeal Fire Apparatus for the purchase of three (3) replacement fire engines, in the amount of \$1,563,040.83, and approve the transfer of \$60,778 from the Vehicle Replacement Fund Non-Departmental Contingency Account to the Vehicle Replacement Fund Fire Capital Program.

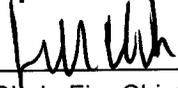
APPROVALS

11. Requesting Department



Jim Johnson, Battalion Chief

12. Department Head



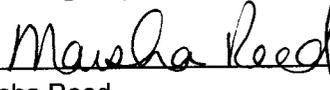
Jeff Clark, Fire Chief

13. Procurement Officer



Mike Mandt

14. Acting City Manager



Marsha Reed