

RESOLUTION NO. 2023-198

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE RESCINDING RESOLUTION NO. 2017-240, DISPENSING WITH THE FORMAL BIDDING PROCEDURE PURSUANT TO ELK GROVE MUNICIPAL CODE SECTIONS 3.42.170 AND 3.42.180 FOR SINGLE VEHICLE PURCHASES, AND AUTHORIZING THE CITY MANAGER TO EXECUTE PURCHASE CONTRACTS WITH VEHICLE DEALERSHIPS TO PURCHASE VEHICLES FOR A TOTAL AMOUNT NOT TO EXCEED \$525,000 PER FISCAL YEAR, PROVIDED THAT THE COST FOR AN INDIVIDUAL VEHICLE DOES NOT EXCEED \$75,000

WHEREAS, the City of Elk Grove's Fleet division maintains all City vehicles and procures additional or replacement vehicles when necessary; and

WHEREAS, in October of 2017, the City Council adopted Resolution No. 2017-240 authorizing the City Manager to execute contracts with vehicle dealerships to purchase vehicles, provided that individual vehicles did not exceed \$50,000, for a total amount not to exceed \$325,000 per fiscal year; and

WHEREAS, due to the long lead time to manufacture vehicles, the ongoing supply chain crisis and inflation, vehicle costs have increased significantly; and

WHEREAS, the average price of a new or used vehicle can surpass \$50,000 and the total expenditure in a fiscal year can surpass \$325,000, therefore limiting purchasing ability under Resolution No. 2017-240; and

WHEREAS, the purchase of additional or replacement vehicles is dependent on factors such as maintenance and repair costs, collision damage, changes in staffing levels, fiscal year budgets, and other unique and specific department needs; and

WHEREAS, replacing or adding vehicles to the fleet in a timely manner ensures that City departments are able to reach and maintain Council's goals and objectives; and

WHEREAS, dependent upon the needs of the department, new or used vehicles meeting specific criteria as to make, type, and age of vehicle may be sourced from various auto dealers within the region; and

WHEREAS, staff will be sourcing vehicles from dealer stock or ordering vehicles through a manufacturer dealership; therefore, time is of the essence to ensure vehicles meeting specific parameters can be procured before they are no longer available; and

WHEREAS, this can best be accomplished by having pre-approved authority for the City Manager to execute contracts in amounts that may exceed the \$50,000 City Manager authority allowed under Elk Grove Municipal Code (EGMC) Section 3.42.090; and

WHEREAS, first consideration to purchase vehicles will be given to local dealerships that qualify for the 5% local vendor bid preference per EGMC Section 3.42.230; and

WHEREAS, for the reasons presented, the City Council finds that following formal bidding procedures for single vehicle purchases under \$75,000 is often not in the best interest of the City and will not likely result in a better price or an outcome more advantageous to the City than through negotiated pricing; and

WHEREAS, in the event that staff determines it would be more advantageous to purchase vehicles through a competitive bidding process, staff will utilize the bidding procedures described in EGMC Chapter 3.42; and

WHEREAS, sufficient funding will be identified in each department's fiscal year operating budget for these purchases.

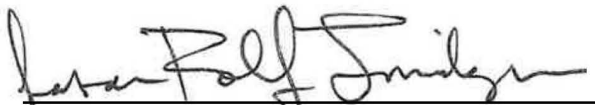
NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elk Grove hereby rescinds Resolution No. 2017-240, determines that a formal bidding procedure for single new and used vehicle purchases under \$75,000 is not in the best interest of the City for the subject vehicles and hereby dispenses with the formal bidding procedure pursuant to Elk Grove Municipal Code Sections 3.42.170 and 3.42.180 for single vehicle purchases, and authorizes the City Manager to execute purchase contracts with vehicle dealerships in a total amount not to exceed \$525,000 per fiscal year, provided the cost of individual new or used vehicles does not exceed \$75,000.

PASSED AND ADOPTED by the City Council of the City of Elk Grove this 23rd day of August 2023




BOBBIE SINGH-ALLEN, MAYOR of the
CITY OF ELK GROVE

ATTEST:


JASON LINDGREN, CITY CLERK

APPROVED AS TO FORM:


JONATHAN P. HOBBS,
CITY ATTORNEY

CERTIFICATION
ELK GROVE CITY COUNCIL RESOLUTION NO. 2023-198

STATE OF CALIFORNIA)
COUNTY OF SACRAMENTO) ss
CITY OF ELK GROVE)

I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on August 23, 2023 by the following vote:

AYES: COUNCILMEMBERS: Singh-Allen, Spease, Brewer, Robles, Suen

NOES: COUNCILMEMBERS: None

ABSTAIN: COUNCILMEMBERS: None

ABSENT: COUNCILMEMBERS: None



Jason Lindgren, City Clerk
City of Elk Grove, California