

**CITY OF GOODYEAR
CITY COUNCIL ACTION FORM**

**SUBJECT: Approval of the Use of
Budgeted FY17 Fleet Funds**

STAFF PRESENTER: Charles Schneider,
Fleet and Equipment Management
Superintendent

CASE NUMBER: N/A

OTHER PRESENTER: N/A

RECOMMENDATION:

Approve expenditures in the General Fund and Water and Wastewater Enterprise Funds for the purchase of vehicles from Midway Chevrolet and Courtesy Chevrolet.

PURPOSE:

The Fleet Replacement Program identifies 24 General Motors model vehicles to be replaced in FY17. This plan includes 12 vehicles in the General Fund, 4 vehicles in the Water Enterprise Fund and 8 vehicles in the Wastewater Enterprise Fund. In addition, there are 10 new General Motors vehicles approved in FY17 budget associated with new authorized positions, most of which will support the new police officers.

BACKGROUND AND PREVIOUS ACTIONS:

The purchase of vehicles from Midway Chevrolet and Courtesy Chevrolet started in early FY17 and continues throughout the year in line with city of Goodyear department needs, availability of vehicles and best price. In FY16, the City spent \$408,507 with Midway Chevrolet and \$839,117 with Courtesy Chevrolet for General Motors vehicle purchases. Although the exact amount with each vendor is not known at this time, the City expects to spend in FY17 approximately \$1,142,000 in total.

Out of the 34 vehicles identified in the plan, a total of 22 General Motors vehicles have already been purchased, with a total spending of \$492,085 with Midway Chevrolet, and \$323,284 with Courtesy Chevrolet. The purchase of the final 12 vehicles could raise spending with one or both vendors above \$500,000 in FY17.

STAFF ANALYSIS:

With the approval of the budget for Fiscal Year 2017, funds were allocated for the purchase of replacement and new vehicles. The Fleet and Equipment Management Division works with other City departments to provide replacement and new vehicles. The City utilizes cooperative purchasing agreements through Maricopa County and the State of Arizona, which meet the purchasing requirements of the City.

FISCAL ANALYSIS:

The total approved amount for the FY17 Fleet Replacement Plan in the General Fund and Enterprise Funds is \$4,036,897.00. Approximately \$1,142,000 will be spent with Midway Chevrolet and Courtesy Chevrolet. Staff will return to Council for other vehicle purchases in the future.

ATTACHMENTS:

Roster of General Motors Replacement and New Vehicles for FY17