



211

APPROVED
BY THE CITY COUNCIL

OCT 1 1991

OFFICE OF THE
CITY CLERK

AG 91-176

DEPARTMENT OF
GENERAL SERVICES

CITY OF SACRAMENTO
CALIFORNIA

5730 - 24TH STREET
BUILDING FOUR
SACRAMENTO, CA
95822-3699

OFFICE OF THE DIRECTOR

916-449-5548
FAX 916-399-0263

October 1, 1991

DIVISIONS:

City Council
Sacramento, California

COMMUNICATIONS
FACILITY MANAGEMENT
FLEET MANAGEMENT
PROCUREMENT SERVICES

Honorable Members In Session:

**SUBJECT: EXECUTION OF CONTRACT WITH SACRAMENTO METROPOLITAN
AIR QUALITY MANAGEMENT DISTRICT FOR REIMBURSEMENT FOR
THE PURCHASE OF TEN FLEXIBLE FUELED VEHICLES**

LOCATION/COUNCIL DISTRICT

Applicable City-wide

SUMMARY

This agreement provides for partial reimbursement in the amount of \$49,500 to the City of Sacramento, Fleet Management Division, for the purchase of ten (10) flexible fueled Volkswagen Jettas that were ordered in April, 1991. Execution of contract is recommended.

RECOMMENDATION

It is recommended that the City Council adopt the attached Resolution authorizing the City Manager to enter into a Cost Share Agreement with the Sacramento Metropolitan Air Quality Management District (SMAQMD) for the partial reimbursement for the purchase of ten (10) flexible fueled Volkswagen Jettas.

BACKGROUND

In an on-going effort to further Fleet Management's participation with alternative fuels/low-emission vehicles, Fleet Management obtained Council approval on April 16, 1991 to

City Council
Re: SMAQMD Cost Share Agreement
October 1, 1991

purchase ten flexible fueled Volkswagen Jettas. The Resolution suspended formal competitive bidding and authorized the City Manager to execute the purchase agreement with Volkswagen of America, Inc.

At that time, Fleet Management advised Council that SMAQMD was offering an incentive in the form of rebates of approximately \$4,500 per vehicle to fleet operators who purchased clean fueled vehicles. This rebate reduces the City's committed cost for the Jettas to a net cost comparable with the state bid price for a similar gasoline powered vehicle.

This council report requests execution of the cost share agreement originated by the Sacramento Metropolitan Air Quality Management District.

Additionally, Fleet Management will present a full report to Council at mid-year on the status of its alternative fueled vehicle program. Time is needed to collect data on several recent fuel conversions performed on selected vehicles in the fleet.

FINANCIAL DATA

SMAQMD's \$49,500 total contribution will reduce the City's total net cost on these vehicles to \$80,000 plus tax. The reimbursement will be received into the Fleet Management fund 420, "Miscellaneous Other County" revenue code #3598 to reimburse Fleet Management's vehicle replacement fund, object code 4631.

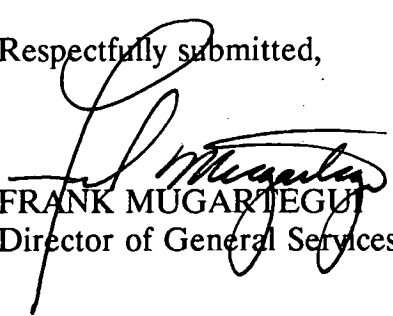
POLICY CONSIDERATION

Proposed actions are in accordance with existing City policy concerning participation with the clean alternative fuels/low emission vehicles program mandated by state and federal legislation.

MBE/WBE EFFORTS

Not applicable.

Respectfully submitted,


FRANK MUGARTEGUI
Director of General Services

City Council
Re: SMAQMD Cost Share Agreement
October 1, 1991

Recommendation Approved:

William H. Flynn

WALTER J. SLIPE
City Manager

CONTACT PERSON

R. E. "Gene" Moore, Fleet Manager
(916) 449-5241

October 1, 1991

FM:91146:RM:rg

Attachments: Resolution
 (5 Original Contracts)

APPROVED
BY THE CITY COUNCIL

OCT. 1 1991

OFFICE OF THE
CITY CLERK

RESOLUTION NO. 91-760

ADOPTED BY THE SACRAMENTO CITY COUNCIL

October 1, 1991

ON DATE OF _____

RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO A COST SHARE AGREEMENT WITH THE SACRAMENTO METROPOLITAN AIR QUALITY MANAGEMENT DISTRICT FOR THE PARTIAL REIMBURSEMENT FOR THE PURCHASE OF TEN (10) FLEXIBLE FUELED VOLKSWAGEN JETTAS.

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO:

1. That the City Manager is authorized to execute an agreement, in the form hereto attached, on behalf of the City of Sacramento with the Sacramento Metropolitan Air Quality Management District for the partial reimbursement in the amount of \$49,500 for the purchase of ten flexibly fueled VW Jettas.

Mayor

ATTEST:

CITY CLERK

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

4