



Staff Report

City of Manhattan Beach

TO: Honorable Mayor Montgomery and Members of the City Council

THROUGH: Richard Thompson, Interim City Manager

FROM: Bruce Moe, Finance Director
Gwen Eng, General Services Manager

DATE: October 5, 2010

SUBJECT: Consideration of the Purchase of Two Budgeted Replacement Police Motorcycles from Huntington Beach Honda (\$46,760.50)

RECOMMENDATION:

Staff recommends that the City Council award bid #817-11 to Huntington Beach Honda in the amount of \$46,760.50 for the budgeted purchase of two replacement Police motorcycles.

FISCAL IMPLICATION:

Funds totaling \$49,000 are budgeted in the FY 2010-2011 Fleet Management Fund for the purchase and equipping of these vehicles. The total cost to purchase and outfit these vehicles with the necessary safety equipment is expected to be within the budgeted amount.

DISCUSSION:

During the FY 2010-2011 Budget process, Council authorized the routine replacement of two Police motorcycles. The replacement of a police motorcycle is based on several factors including age (between 4-6 years), maintenance/repair costs, reliability, mileage and current industry standards. The first vehicle is a replacement for unit #607, 1997 Kawasaki Police motorcycle. This unit is over 13 years old and requires new carburetors and top end engine overhaul. The second vehicle is a replacement for unit #609, 2001 Kawasaki Police motorcycle. This vehicle needs an engine rebuild as well as transmission overhaul. In addition, this model has been discontinued by the manufacturer and parts are becoming scarce with long lead times. Maintenance costs for these vehicles are expected to escalate in future years. The recommended replacement motorcycle has more safety features including anti-lock brakes.

Bid Recaps

Staff sent bid requests for 4 vendors and 2 responses were received. When queried, the other vendors did not have vehicles readily available and would have to order them. The comparison below shows the aggregate price, including sales tax, discounts, and other fees.

Agenda Item #: _____

<u>Bidder</u>	<u>Cost</u>
1. Huntington Beach Honda	\$46,760.50
2. Orange County Honda	\$48,029.88

Based on these bids, staff recommends awarding to the lowest bidder, Huntington Beach Honda, for the purchase of two Police motorcycles, in the amount of \$46,760.50. If this purchase is approved, the existing units will be retired and sent to auction.