



CITY COUNCIL AGENDA REPORT

MEETING DATE: January 18, 2005

ITEM NUMBER:

SUBJECT: APPROVE PURCHASE OF FOUR 2004 BMW POLICE MOTORCYCLES

DATE: January 3, 2005

FROM: FINANCE DEPARTMENT- FINANCIAL PLANNING DIVISION

PRESENTATION BY: MARC R. PUCKETT, DIRECTOR OF FINANCE

FOR FURTHER INFORMATION CONTACT: DEBBIE DOBROTT AT 714/754-5212

RECOMMENDATION:

Staff recommends the purchase of four 2004 BMW motorcycles from A & S BMW Motorcycles, 1125 Orlando Avenue, Roseville, California 95661, for \$79,707.08. The price includes: the cost of the four motorcycles per the Costa Mesa Police Department specifications, sales tax, a delivery charge, and an \$8.00 tire fee. The City of Costa Mesa is required to pay the 1.21% California Multiple Award Schedule (CMAS) fee of \$881.45 to the State of California for use of the contract. The total cost of the four BMW motorcycles, including the CMAS fee is \$80,588.53.

BACKGROUND:

On November 15, 2004, the City Council adopted a resolution to support the grant goals and wishes to participate in the "Remove the Aggressive and Impaired Driver" (RAID) Program. The City of Costa Mesa received \$468,178 grant funds from the State Office of Traffic Safety (OTS) for this program. One of the project objectives was to purchase four BMW motorcycles to be used for enforcement of DUI (Driving under the Influence) and aggressive driving.

ANALYSIS:

The City Council approved participation in other public agencies' (such as CMAS) purchasing bids and contracts with the adoption of Resolution 94-11 on March 7, 1994. The CMAS program enables California State agencies and local governments, through the Department of General Services (DGS), to streamline purchases by removing repetitive, costly and time-consuming bid processes. The City's Purchasing Policies & Procedures Manual Section 3.3 I. states: "City Council will be advised by the Purchasing Officer or City Manager of procurements over \$25,000 which were exempt from the formal bid process." Section 3.3 D. also states that a purchase may be exempt from the bidding process when the City is participating in an established governmental cooperative purchasing agreement.

In order to take advantage of volume discount pricing and save administration time, Purchasing staff contacted the State of California to review its contract for BMW motorcycles. The State of California, Department of General Services, established a cooperative purchasing agreement contract 1-02-23-30 with A & S BMW Motorcycles, effective May 1, 2004 through April 30, 2006 for the purchase of 2004 BMW motorcycles

model R1150RT for the California Highway Patrol. This vendor will provide the standard CHP version BMW motorcycle with the added equipment specified by the City of Costa Mesa Police Department.

ALTERNATIVES CONSIDERED:

Purchasing staff could send out a formal bid for the purchase of the four 2004 BMW motorcycles; however, staff anticipates that with CMAS receiving volume discounted pricing, the result may be that the City will end up awarding the bid to the same vendor. In 2001, the City sent a formal bid to twenty-one prospective bidders for the purchase of three BMW motorcycles. A & S BMW Motorcycles was the only vendor to submit a bid.

FISCAL REVIEW:

The total cost of the four 2004 BMW motorcycles is \$80,588.53. The City Council previously approved Budget Adjustment 05-031 for \$468,178 to appropriate the grant from the State Office of Traffic Safety, which includes the purchase of these motorcycles.

LEGAL REVIEW:

There is no legal review required on this item.

CONCLUSION:

Staff recommends that City Council approve the purchase of the four 2004 BMW motorcycles from A & S BMW Motorcycles.

MARC R. PUCKETT
Director of Finance

DEBBIE DOBROTT
Purchasing Supervisor

Distribution: Police Chief
 Public Services Director
 Deputy City Clerk