



Board Summary Memo

To: Board of Directors
From: Mason Staub, Maintenance Program Manager
Through: John A. McCarty, Executive Director
Date: May 15, 2014
Re: Purchase of Replacement Crew Truck
Board Date: November 28, 2012

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Purpose:

A RESOLUTION APPROVING THE PURCHASE OF A 2014 FORD F-350 CREW CAB TRUCK

Background:

The Maintenance Department has been using a crew cab truck for transportation to job sites, hauling tools and towing equipment and materials. The existing vehicle has been in service for seven years and has accumulated over 90,000 miles. Purchase of the proposed equipment is expected to increase productivity and reduce costs.

Discussion:

This resolution approves the purchase of a 2014 one ton, 4X4 F-350 four-door crew cab with heavy duty towing capability. The truck will be used in the same manner as the existing vehicle.

The equipment will allow the Maintenance Department to transport workers, tools, equipment and materials to and from work sites.

This vehicle will be replacing the existing vehicle which will be traded as part of the purchase payment for the new vehicle.

The purchase and use of this vehicle supports MS4 Permit requirements regarding water quality and State regulations pertaining to stormwater sites.

Alternative:

Continued use of the current vehicle is likely to compromise employee safety and efficiency of operation.

Fiscal Impacts:

Current repair and maintenance costs for the existing truck amount to \$7,670.00 annually and are likely to increase as components continue to wear.

Funding for this vehicle has been allocated in the 2014 Budget and is available in the Capital Equipment Fund. The cost of the equipment is \$36,884.00.

There is an ongoing cost for preventive maintenance of the new equipment amounting to \$1,270.00 annually for the first five years and an estimated \$8,640.00 annually for the remaining 2 years of expected life.

The vehicle is warranted for five years for power train components (engine, transmission drivelines, axles and wheels. Other components are warranted for 3 years.

Life expectancy of the equipment is 7 years.

Trade-in value is expected to be about \$7,000.00.

Concurrence:

Discussions with the SEMSWA Attorney and Executive Director indicate concurrence with adopting this Resolution.

SOUTHEAST METRO STORMWATER AUTHORITY
acting by and through
SEMSWA WATER ACTIVITY ENTERPRISE

RESOLUTION 14-16
Authorization to Acquire Replacement Vehicle

WHEREAS, the Board authorized the addition of a vehicle for the Maintenance Program in the 2007 budget for use as a crew vehicle; and

WHEREAS, the above mentioned vehicle is in need of replacement in order for maintenance crew personnel to reliably perform required duties and to travel to jobsites and respond to customer service issues throughout SEMSWA's jurisdiction on a daily basis; and

WHEREAS, the State Contract bid price for a 2014 Ford F-350 Crew Cab XL Model with factory options of a trailer tow package, skid plates and engine block heater is \$36,884.00; and

WHEREAS, Stone Motors Inc. has agreed to sell SEMSWA this vehicle for the above-mentioned price; and

WHEREAS, the current 2007 Ford F-350 Crew Cab truck will either be sold or traded in as part of this purchase; and

WHEREAS, funds are available in the 2014 Budget for the purchase of this vehicle.

NOW, THEREFORE, BE IT RESOLVED THAT the Executive Director is authorized to purchase a 2014 Ford F-350 Crew Cab XL Model with the factory options mentioned above for an amount not to exceed \$36,884.00 without additional approval by the Board.

SOUTHEAST METRO STORMWATER AUTHORITY
acting by and through
SEMSWA WATER ACTIVITY ENTERPRISE

Date: _____

ATTEST:

Secretary

Chairperson

APPROVED AS TO FORM:
Attorney for
Southeast Metro Stormwater Authority

By _____
Edward J. Krisor