

# REPORT TO COUNCIL City of Sacramento

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CONSENT January 5, 2006

Honorable Mayor and Members of the City Council

Subject: Purchase: Authorization to Purchase Helicopter Engine Maintenance

Services

Location/Council District: Citywide

#### Recommendation:

Adopt a resolution to 1) suspend competitive bidding and 2) authorize the cooperative purchase of helicopter engine maintenance services through a contract established between the Maricopa County Sheriff's Department, Arizona, and Aeromaritime Inc., in a total amount not to exceed \$352,000 through September 30, 2009.

Contact: Bill Beermann, Lieutenant, 433-0714

**Department:** Police **Division:** Metro

Organization No: 2166

Summary:

The Sacramento Police Department (SPD) has been making purchases under a contract established between the Maricopa County Sheriff's Department in Arizona and Aeromaritime Inc. (Contract No. SERIAL 03063-C) to perform engine maintenance on the Rolls Royce 250 engines that are installed in the police helicopters. It is critical that there be consistency and strict accountability for maintenance work performed on aircraft engines in the future. Therefore, SPD is requesting the City Council suspend competitive bidding and authorize the continued cooperative purchases of said services under the contract established by the Maricopa County Sheriff's Department, in a total amount not to exceed \$352,000.

Committee/Commission Action: None.

#### **Background Information:**

On June 6, 1995, the City Council authorized the City Manager, on behalf of the SPD, to purchase the Bell OH-58 helicopters that were acquired through a military surplus program. Since that time the Rolls Royce 250 turbine engines have undergone critical maintenance services. In addition, a strict maintenance schedule, as set by the

manufacturer, is required for maintaining the engine. Consistent with City Code 3.56.240 - Cooperative Purchasing Agreements, the purchase of said services have been made under the terms and conditions set forth in contract established between the Maricopa County Sheriff's Department in Arizona and Aeromaritime Inc.

Aeromaritime Inc. is a certified Rolls Royce 250 engine series maintenance facility and has performed one complete engine overhaul through the cooperative use of the Maricopa County Sheriff's Department contract for under \$100,000. In order to continue to use Aeromaritime as our engine maintenance provider, it will be necessary to exceed \$100,000; thus, Council approval is needed to continue the use of this contract. It is very important to have consistency and strict accountability with a vendor that is performing aircraft engine work. When multiple vendors are used to maintain an aircraft, component accountability for component performance is questionable. It is in the best interests of the City to continue with Aeromaritime Inc. as our engine maintenance provider. Maricopa's contract, including extensions to be approved by Maricopa County, will expire on September 30, 2009.

#### **Financial Considerations:**

Sufficient funds are available for the anticipated maintenance expenditures through FY 06 (255-OGR-G559-4XXX). The expenditures for subsequent fiscal periods will be funded with future grants, in a total amount not to exceed \$352,000, through September 30, 2009. If grant funds are insufficient, costs will be absorbed by the existing Police Department budget.

#### **Environmental Considerations: None**

#### **Policy Considerations:**

The action requested is consistent with Sacramento City Code, Chapter 3. The specialized, technical nature of the scope of work requires the services of a certified Rolls Royce 250 engine maintenance facility. Further, the scope of work is aligned with the City's Three-Year Goal to improve and expand public safety.

This recommendation is also consistent with City Code 3.56.240 for cooperative purchases. In that the City Manager, where advantageous to the City, may, by cooperative purchasing agreements approved by the City Council, purchase supplies or nonprofessional services through legal contracts of other governmental jurisdictions or public agencies without separate competitive bidding by the City.

#### **Emerging Small Business Development (ESBD):**

Cooperative purchasing agreements are created, evaluated, and awarded by other governmental agencies that may or may not have emerging and small business programs similar to the City. Aeromaritime Inc. is not certified as an ESBD.

Respectfully Submitted by:

Bill Beermann, Lieutenant

Approved by:

Albert Nájera Chief of Police

Recommendation Approved:

**RAY KERRIDGE** 

Interim City Manager

Ref: COP 12-7

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#### RESOLUTION NO.

## Adopted by the Sacramento City Council January 5, 2006

#### **AUTHORIZATION TO PURCHASE HELICOPTER ENGINE MAINTENANCE SERVICES**

#### **BACKGROUND**

- A. The Sacramento Police Department is recommending that the City Council authorize the purchase of helicopter engine maintenance services under the contract established between Maricopa County Arizona Sheriff's Department and Aeromaritime Inc.
- B. The Sacramento Police Department seeks the authority to suspend competitive bidding pursuant to Sacramento City Code Section 3.5.240 and to continue cooperative purchases through the expiration of the contract, including any subsequent extensions, between the Maricopa County Sheriff's Department and Aeromaritime Inc. for helicopter engine maintenance, through September 30, 2009.

### BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. Formal competitive bidding is hereby suspended.
- Section 2. The Procurement Services Manager is authorized to issue the necessary purchase orders for the purchase of helicopter engine maintenance services under the terms and conditions of contract No. SERIAL 03063-C, established between Maricopa County Arizona Sheriff's Department and Aeromaritime Inc. through September 30, 2009, in a total amount not to exceed \$352,000.

Expenditures for FY 06 will be funded by 255-OGR-G559-4XXX; future grant funds will be utilized to pay expenditures in subsequent fiscal years.