

CITY OF FORT LAUDERDALE City Commission Agenda Memo REGULAR MEETING

| TO: | Honorable Mayor & Members of the Fort Lauderdale City Commission |
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| FROM: | Lee R. Feldman, ICMA-CM, City Manager |
| DATE: | October 15, 2013 |
| TITLE: | Motion to cancel contract for purchase and resale of used vehicles – Contract 425-10983 |

Recommendation

It is recommended that the City Commission cancel for convenience contract 425-10983 with Municipal Fleet Services, LLC, d/b/a Government Fleet Services, for the purchase and resale of used vehicles.

Background

Pursuant to Section VI. D. of contract 425-10983,

[t]he City reserves the right, in its best interest as determined by the City, to cancel this contract for convenience by giving written notice to the Contractor at least thirty (30) days prior to the effective date of such cancellation. In the event this agreement is terminated for convenience, Contractor shall be paid for any services performed to the City's satisfaction pursuant to the Agreement through the termination date specified in the written notice of termination. Contractor acknowledges and agrees that he/she/it has received good, valuable and sufficient consideration from City, the receipt and adequacy of which are hereby acknowledged by Contractor, for City's right to terminate this Agreement for convenience.

Tab 4 Section 6 of the contract reads,

Contractor will be responsible for the resale of all vehicles designated by the City to be disposed of, at no cost to the City. The Contractor will be responsible to pick up decommissioned vehicles within ten (10) days of notification by the City. The Contractor will re-sell the returned vehicles and issue a check to the City for 100% of the sale price within thirty (30) calendar days. It is recommended that vehicles purchased under contract 425-10983 be sold utilizing the City auctioneer services contract whenever each vehicle falls within its replacement criteria for the particular vehicle class.

Upon City Commission approval, the Contractor will be provided a written thirty (30) day notice of termination of this agreement.

Resource Impact

There is no fiscal impact to the City.

| Prepared by: | AnnDebra Diaz, Procurement Specialist II |
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| | Carrie Keohane, Administrative Assistant I |

Department Director: Hardeep Anand, P.E., Public Works