

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED APPLICATION FOR VEHICLE FINANCE AGREEMENT WITH AMERICREDIT FINANCIAL SERVICES, INC., D/B/A GM FINANCIAL, FOR THE PURCHASE OF VEHICLES FOR THE HOLLYWOOD POLICE DEPARTMENT AT A COST OF \$1,904,186.40.

WHEREAS, the Hollywood Police Department requires 48 new vehicles to replace a portion of their aging fleet, which provide support to the City's Law Enforcement Operations; and

WHEREAS, currently, the Police Fleet is aging and vehicles are exceeding their useful operational life expectancy. General Motors ("GM") Financial offers financing for vehicle purchasing agreements, and therefore, the City can obtain more vehicles with the limited available funding through this creative financing mechanism and spread the cost over a longer timeframe via this agreement; and

WHEREAS, the vehicles will be purchased under the GM Financial agreement from Alan Jay Florida Sheriff's Association Bid # FSA17-VEL25.0 & FSA17-VEH15.0; and

WHEREAS, pursuant to Section 14 of the State of Florida Master Amendment, upon the City's acceptance of a vehicle, title to such equipment shall vest in the City. Section 14 of the agreement provides:

Section 14. Title to Equipment; No Security Interest.

Upon Lessee's acceptance of any Equipment under a Lease, title to such Equipment shall vest in Lessee, subject to Lessor's rights under such Lease; provided, however, that Lessor shall have no security interest therein. Notwithstanding the obligations of Lessee to pay Rental Payments under a Lease, no Lease shall result in the creation of any lien, charge, security interest or other encumbrance upon the Equipment, and Lessor shall have no right to involuntary dispossess Lessee of the use and enjoyment of or title to the Equipment; and

WHEREAS, the vehicles to be purchased are three 2018 Toyota Camry 2532 for the Investigation & Support Services Bureau, 44 2018 Chevy Tahoe 1500 Police 9C1 and one 2018 Chevy Tahoe 1500 Police 9C1 – 2 Wheel Drive for the Patrol Services Bureau; and

WHEREAS, the pricing and financing term for these vehicles is at an interest rate of 3.860% for a total of five years, bringing the total amount to \$1,904,186.40, which includes \$1,767,810.00 principal and \$136,376.40 interest; and

WHEREAS, the payment schedule under the agreement is:

Payment 1	2/12/2018	\$380,837.28
Payment 2	2/12/2019	\$380,837.28
Payment 3	2/12/2020	\$380,837.28
Payment 4	2/12/2021	\$380,837.28
Payment 5	2/12/2022	\$380,837.28; and

WHEREAS, the vehicles to be replaced will be auctioned through the City's auctioneer service for resale; and

WHEREAS, the City's Purchasing Ordinance, Section 38.40 (C)(5), allows the Director to procure, without following formal procedures, all goods and services which are subject of contracts with the state, its political subdivisions, the United States government, other governmental entities, or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, provided however, the goods and services are (i) the subject of a price schedule negotiated by the state or the United States government, or (ii) the subject of a contract with another governmental entity or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, which contract is based strictly on competitive bids or competitive proposals and not on any preference; and

WHEREAS, the Director of Public Works, the Police Chief, and the Director of Procurement Services recommend that the City Commission approve the execution of the GM Financial agreement for vehicle financing for the purchase of 48 vehicles to support Police Operations for a five year period for an estimated annual amount of \$1,904,186.40; and

WHEREAS, funding for the attached agreement has been appropriated and will be made available in account number 57.5101.00106.590.007XXX upon the adoption and approval by the City Commission of a companion Resolution, which amends the FY 2018 Operating Budget, and funding will be budgeted in subsequent fiscal years.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:

Section 1: That the foregoing "WHEREAS" clauses are ratified and confirmed as being true and correct and are incorporated in this Resolution.

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED APPLICATION FOR VEHICLE FINANCE AGREEMENT WITH AMERICREDIT FINANCIAL SERVICES, INC., D/B/A GM FINANCIAL, FOR THE PURCHASE OF VEHICLES FOR THE HOLLYWOOD POLICE DEPARTMENT AT A COST OF \$1,904,186.40.

Section 2: That this Resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this _____ day of _____, 2018.

JOSH LEVY, MAYOR

ATTEST:

PATRICIA A. CERNY, MMC, CITY CLERK

APPROVED AS TO FORM AND LEGAL
SUFFICIENCY for the use and reliance of
the City of Hollywood, Florida, only.

DOUGLAS R. GONZALES, CITY ATTORNEY