

## M E M O R A N D U M

**To:** Tom Harmer, Town Manager  
**From:** Sue Smith, Finance Director  
**Report date:** June 13, 2022  
**Meeting date:** July 1, 2022  
**Subject:** Resolution 2022-18, Amending the FY22-FY26 Five Year Capital Plan; Amending the Manatee County Infrastructure Surtax Fund for Police Vehicles

### **Recommended Action**

Pass Resolution 2022-18.

### **Background**

During the last twelve months, the Police Department has been experiencing severe motor related issues with four of our Tahoe Police Package Vehicles (PPV). The vehicles, are the same make, model and year (2020 model 9CI).

The malfunctions began with electrical issues and have evolved into repetitive fuel system and motor component failure such as seized lifters. The vehicles exhibit heavy white smoke from the motor and exhaust with an overwhelming smell of gasoline inside the cab. General Motors (GM) continues to find numerous repair codes each time the vehicles are towed in for repairs.

The repairs have consistently been covered under the extended warranty plans until last month when we were notified by GM that "The Amynta Group" refused to cover any further repair costs. They cited that the warranty does not cover, "Police Service Vehicles" and the Plan should not have been offered to the Town. The Police Department has reviewed the situation with our risk management staff and the Town Attorney's Office and we have requested full refunds on the insurance plans from Garber Automall.

The manufacturer's bumper to bumper warranty (36,000 miles) has expired on all four PPV's. The repairs needed for these four vehicles, which are no longer covered under any warranty, have become quite extensive and costly. It has become necessary to replace these vehicles earlier than originally intended to maintain the Police Department's current level of service.

The Finance Department has evaluated the Five-Year Capital Plan and related Manatee Infrastructure Surtax funding sources and there is sufficient Unappropriated Fund Balance to accelerate replacement of these vehicles in FY22. The estimated auction value of the vehicles to be replaced is approximately \$34,000 per vehicle, and such proceeds will be returned to the Manatee County Infrastructure Surtax Fund upon receipt. The remaining Amended Budget Fund Balance, after the transfer, is \$116,261, notwithstanding any proceeds from auction or trade.

The vehicle replacement schedule was modified based on this expedited purchase and the Five-Year Capital Plan for FY22-FY26 was amended, shown as Exhibit A to Resolution 2022-18. If approved, the resulting changes will also be updated in the FY23-FY27 Five Year Capital Plan for adoption in September.

A Budget amendment is requested to transfer \$185,200 of Unappropriated Fund Balance within the Manatee County Infrastructure Surtax Fund to the Police Vehicle project line.

<b>Account number</b>	<b>Account Description</b>	<b>Increase (Decrease)</b>
114-20-19-564.6401-PD-CARS	Police Vehicles	\$185,200

PPV's are very difficult to purchase at this time due to limited availability. The Police Department has identified a source for the four vehicles and temporarily reserved them to facilitate a quick replacement if this request is approved.

**Staff Recommendation**

Pass Resolution 2022-18.

**Attachments** (Available in the Town Clerk's Office)

- A. Resolution 2022-18
- B. Exhibit A, Amendment to Five-Year Capital Improvement Plan

**End of Agenda Item**