

City Council Meeting Minutes

May 23, 2023

6:00 p.m.

City of Turlock Yosemite Room

156 S. Broadway, Turlock, California



CALL TO ORDER

Mayor Bublak called the meeting to order at 6:00 p.m.

SALUTE TO THE FLAG

ROLL CALL AND DECLARATION OF CONFLICTS

Present: Councilmembers Cassandra Abram, Kevin Bixel, Rebecka Monez, Vice Mayor Pam Franco, and Mayor Amy Bublak.

Absent: None

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
None	None	None	None	None

1. APPROVAL OF AGENDA AS POSTED OR AMENDED

Motion: Approval of Agenda as posted as motioned by Councilmember Monez, seconded by Councilmember Abram and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

2. PROCLAMATIONS, RECOGNITIONS, APPOINTMENTS, ANNOUNCEMENTS, PRESENTATIONS, AND BRIEFINGS

A. Proclamation: National Public Works Week – May 21 – 27, 2023

Public Works Director Schulze provided the proclamation for National Public Works Week and thanked all the City employees for the hard work they do every day.

B. Presentation: League of California Cities – Stephen Qualls

Stephen Qualls, Regional Public Affairs Manager, Central Valley Division for the League of California Cities, provided a presentation on the League of California Cities 2023 Update and discussed Cal Cities advocacy for member cities, the services they deliver to member cities and membership benefits.

Mr. Qualls responded to questions from the City Council.

C. Briefings: Proposed Fiscal Year 2023-2024 Non-General Fund – Engage in discussion and provide direction to staff (*Moreno*)

Finance Director Moreno provided a presentation on the Fiscal Year 2023-2024 Non-General Funds. He reviewed the non-general funds types including Special Revenue Funds, Proprietary Funds, Internal Service Funds and Major Funds such as Street Funds and projects, Housing Funds, and Municipal Services funds. He also discussed augmentation requests for

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the Fleet Division Reorganization, Transit Code Enforcement Services and other City Departments..

Director Moreno and staff responded to questions from the City Council.

3. PUBLIC PARTICIPATION

Mayor Bublak opened public participation and the following members of the public provided comment:

Antonio Aguilar
Karina Mendoza
Milt Trieweller
Michael Gonzales
Ramon Rodriguez
Christan Santos
Ryan Taylor

With no further comment, Mayor Bublak closed public participation.

4. MOTION WAIVING READING OF ALL ORDINANCES ON THE AGENDA, EXCEPT BY TITLE

Motion: Waiving reading of all ordinances on the agenda, except by title as motioned by Vice Mayor Franco, seconded by Councilmember Monez and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

5. CONSENT CALENDAR

- A. Resolution 2023-116: Accepting the Weekly Demands of 05/04/2023 in the amount of \$1,356,097.14 and the Investment and Cash Report for March 2023.
- B. Motion: Accepting Minutes of the 03/28/2023 and the 05/09/2023 Regular Meetings of the City of Turlock City Council
- C. Resolution 2023-117: Approving an Agreement with Romeo Medical Clinic, Inc. to provide Pre-Employment Examinations, Annual Physicals, and Occupational Medical Services for the City of Turlock in an annual amount not to exceed \$70,000 for the period covering June 1, 2023 through May 31, 2024, with two (2) additional one-year options to extend the term of the agreement, in a total maximum contract amount of \$210,000, to be paid from various department funds XXX-XX-XXX.43155 "Physicals, Shots & Psychological" (*Dhami*)
- D. Resolution 2023-118: Approve multiple Supply Agreements between Allegiance Industrial Supply, LLC, Central Sanitary Supply DBA Brady Industries and Imperial Bag & Paper Co., LLC DBA Randik Paper Company and the City of Turlock, in a form approved by the City Attorney, for the purchase of Janitorial Paper and Cleaning Supplies for a period of one (1) year, with an option to extend for three (3) additional one year terms, in an amount not to exceed \$30,000 annually per Agreement, and in a total amount not to exceed \$120,000 per Agreement over the four (4) year term, if all renewal periods are exercised, to Fund 410 "Water

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Quality Control (WQC)" account 410-51-530.44001_117 "Supplies Transfers to Other Departments" (*Moreno*)

- E. Resolution 2023-119: Approving Transportation Development Act (TDA) transit claims for Local Transportation Funds (LTF) funding and State Transit Assistance (STA) funding with the Stanislaus Council of Governments (StanCOG) associated with the Roger K. Fall Transit Center, the Turlock-Denair Amtrak Station, and Turlock Transit services for Fiscal Year 2023-24 and authorizing the City Manager to sign and submit the subject claims (*York*)
- F. Resolution 2023-120: Approving a Memorandum of Understanding between the City of Turlock and the Turlock Unified School District to provide a safe and supportive environment through the Expanded Learning Opportunity Program for 2023 summer camp programs (*Schulze*)
- G. Resolution 2023-121: Authorizing the placement of insurance carrier policies and third-party administrative agreements between the City of Turlock and related benefit partners for employee healthcare, covering the period of July 1, 2023 to June 30, 2024 (*Dhami*)
- H. Resolution 2023-122: Appropriating \$99,118 of awarded funds under SB 1383 Local Assistance Grant Program to Fund 204 "Solid Waste/Recycle/Public Education Account Number 204-50-505.37218 "SB 1383 Grant" and appropriating all eligible grant expenses \$99,118 to Fund 204 "Solid Waste/Recycle/Public Education Account Number 204-50-505.47162 "SB 1383 Grant Expenses" (*Goodman*)

Action: Motion by Councilmember Monez, seconded by Vice Mayor Franco, to adopt the Consent Calendar, and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

6. FINAL READINGS

- A. Second and final reading of an Ordinance repealing Turlock Municipal Code (TMC) Title 3, Chapter 3, Article 2, Section 203, Annual Deposit and Section 204, General Fund Reserve Account Purposes and amending Section 205, City Council Approval; Procedure regarding the City of Turlock General Fund Reserve Policy (*Moreno*)

Mayor Bublak opened public comment on this item and with no comments from the public, closed public comment.

Action: Ordinance 1304-cs: Second and final reading of an Ordinance repealing Turlock Municipal Code (TMC) Title 3, Chapter 3, Article 2, Section 203, Annual Deposit and Section 204, General Fund Reserve Account Purposes and amending Section 205, City Council Approval; Procedure regarding the City of Turlock General Fund Reserve Policy as introduced by Vice Mayor Franco, seconded by Councilmember Abram, and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

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7. PUBLIC HEARINGS

- A. Introduction and first reading of an ordinance approving a Development Agreement by and between the City of Turlock and Flavor Farms, Turlock, LLA located at 680 D Street, Turlock, California (APN 043-018-015) (*Werner*)

Planning Manager Werner provided the introduction of the ordinance and overview of the conditions of the Development Agreement.

Manager Werner responded to questions from the City Council.

Mayor Bublak opened the item for public comment and comment was received from the following individuals:

Mike Warda
Milt Triewailer

Mr. Warda responded to questions from public comment.

With no further comments, Mayor Bublak closed public comment.

Action: Ordinance 13XX-cs: Introduction and first reading of an ordinance approving a Development Agreement by and between the City of Turlock and Flavor Farms, Turlock, LLA located at 680 D Street, Turlock, California (APN 043-018-015) as motioned by Councilmember Monez, seconded by Councilmember Abram and carried 3/2 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	No	Yes	No

- B. Approving making no change in the cap on the number of beds that may be permitted under the nondiscretionary permit process within the SB 2 emergency shelter overlay district (*Quintero*)

Development Services Director Quintero provided the staff report on a request for making no changes in the cap on the number of beds permitted under the nondiscretionary permit process within the SB 2 emergency shelter overlay district. She discussed the SB 2 Emergency Shelter Overlay District, its boundaries, and the number of beds currently authorized under the permit.

With no questions from the City Council, Mayor Bublak opened the item for public comment. With no comments, she closed the comment period.

Action: Motion: Making no change in the cap on the number of beds that may be permitted under the nondiscretionary permit process within the SB 2 Emergency Shelter Overlay District as motioned by Vice Mayor Franco, seconded by Councilmember Abram, and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

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8. ACTION ITEMS

- A. Approving agreements between the City of Turlock and each of the public service agencies funded under the Community Development Block Grant (CDBG) for the fiscal year 2023-2024 in a total amount not to exceed \$150,000 from Fund 255 "CDBG-Housing" as follows; We Care Program-Turlock for Emergency Shelter not to exceed \$10,000 from account 255-41-485-47215_010 "We Care Program-Turlock"; Parks, Recreation and Public Facilities Division for Recreation for All Scholarship not to exceed \$10,000 from Fund 255-41-485-47215_003 "Public Service City of Turlock-Recreation"; United Samaritans Foundation for Emergency Food Box Program not to exceed \$10,000 from Fund 255-41-485-47215_009 "Public Service United Samaritans/Food Assist; United Samaritans Foundation Senior Congregate Lunch not to exceed \$10,000 from Fund 255-41-485-47215_015 "Public Service United Samaritans/Senior Meals; Center for Human Services for Youth Street Outreach/Navigation not to exceed \$10,000 from Fund 255-41-485-47215_016 "Public Service Center for Human Services"; United Samaritans Foundation for Eye Care for Older Residents not to exceed \$9,496 from Fund 255-41-485-47215_020 "Public Service Elder Eye Care-United Samaritans" and authorizing the City Manager to execute all related and necessary documents (*Quintero*)

Development Services Director Quintero provided a staff report regarding a request to approve agreements between the City of Turlock and each of the public services agencies funded under the Community Development Block Grant (CDBG). She reviewed the FY 2023-2024 City of Turlock programs and the CDBG Public Service recommendations.

Director Quintero responded to questions from the City Council.

Mayor Bublak opened the item for public comment and with no comments, she closed the public comment period.

Action: Resolution 2023-123: Approving agreements between the City of Turlock and each of the public service agencies funded under the Community Development Block Grant (CDBG) for the fiscal year 2023-2024 in a total amount not to exceed \$150,000 from Fund 255 "CDBG-Housing" as follows; We Care Program-Turlock for Emergency Shelter not to exceed \$10,000 from account 255-41-485-47215_010 "We Care Program-Turlock"; Parks, Recreation and Public Facilities Division for Recreation for All Scholarship not to exceed \$10,000 from Fund 255-41-485-47215_003 "Public Service City of Turlock-Recreation"; United Samaritans Foundation for Emergency Food Box Program not to exceed \$10,000 from Fund 255-41-485-47215_009 "Public Service United Samaritans/Food Assist; United Samaritans Foundation Senior Congregate Lunch not to exceed \$10,000 from Fund 255-41-485-47215_015 "Public Service United Samaritans/Senior Meals; Center for Human Services for Youth Street Outreach/Navigation not to exceed \$10,000 from Fund 255-41-485-47215_016 "Public Service Center for Human Services"; United Samaritans Foundation for Eye Care for Older Residents not to exceed \$9,496 from Fund 255-41-485-47215_020 "Public Service Elder Eye Care-United Samaritans" and authorizing the City Manager to execute all related and necessary documents as motioned by Councilmember Monez, seconded by Councilmember Bixel, and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

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- B. Approving the purchase of two (2) Pierce Manufacturing, Inc. fire engines from Golden State Fire Apparatus, one (1) Velocity 1500 GPM Pumper and one (1) Velocity 1500 GPM PUC™ Pumper without compliance to the formal bid procedure pursuant to Turlock Municipal Code Section 2-7-08(b)(5) and appropriate funds from unrestricted reserves in Fund 118 “Measure A – General”, Account Number 118-30-300.51020 “Equipment Replacement” in an amount not to exceed \$2,192,491.02 (*Jelinek*)

Mayor Bublak announced there was a Green Sheet for this item.

Fire Chief Jelinek provided a presentation on a request to approve the purchase of two (2) Pierce Manufacturing, Inc. fire engines from Golden State Fire Apparatus. He discussed the fire department’s apparatus replacement program and program goals, issues with current apparatus, and solutions the department is working towards to help remediate those issues. Chief Jelinek spoke about the department’s vehicle scoring system to determine the life expectancy of their vehicles and provided justification for the requested purchase. He also provided the explanation for the green sheet (hereto attached as Attachment A) which showed the comparison of a 100% pre-payment versus payment at the time of delivery. Staff recommended payment at time of delivery which would result in a greater return to the City by investing the funds in a U.S. Treasury Note versus a pre-payment discount. Chief Jelinek gave credit to Councilmember Abram for making the recommendation to staff.

With no questions from the Council, Mayor Bublak opened the item for public comment and the following members of the public spoke:

Milt Triewailer
Ryan Taylor

With no further comment, Mayor Bublak closed public comment.

Chief Jelinek responded to questions from the public.

Action: Resolution 2023-124: Approving the purchase of two (2) Pierce Manufacturing, Inc. fire engines from Golden State Fire Apparatus, one (1) Velocity 1500 GPM Pumper and one (1) Velocity 1500 GPM PUC™ Pumper without compliance to the formal bid procedure pursuant to Turlock Municipal Code Section 2-7-08(b)(5) and appropriate funds from unrestricted reserves in Fund 118 “Measure A – General”, Account Number 118-30-300.51020 “Equipment Replacement” in an amount not to exceed \$2,192,491.02 as motioned by Vice Mayor Franco, seconded by Councilmember Abram, and carried 5/0 by the following vote:

Councilmember Abram	Councilmember Bixel	Councilmember Franco	Councilmember Monez	Mayor Bublak
Yes	Yes	Yes	Yes	Yes

9. CITY MANAGER REPORTS/UPDATES

- A. Monthly Department Reports (*Wilson*)

City Manager Wilson stated he had nothing to report.

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10. COUNCIL ITEMS FOR FUTURE CONSIDERATION

Councilmember Abram spoke in favor of keeping the City's membership with the League of California Cities and requested the City Council hear an item where they discuss the merits of their membership and make a decision on it. She believes there is value in staying with the League.

Councilmember Bixel also spoke in favor of keeping with the League of California Cities.

Vice Mayor Franco stated she is looking forward to hearing from City Manager Wilson and Director Moreno regarding the Transient Occupancy Tax on the voucher system and making sure we are receiving those taxes.

11. COUNCILMEMBER QUESTIONS, COMMENTS, AND ANNOUNCEMENTS

Councilmember Abram congratulated Mayor Bublak on a successful State of Turlock addressed and thanked staff who participated in the event.

Councilmember Bixel echoed Councilmember Abram's comment stating it was a fabulous event.

Vice Mayor Franco reminded everyone that May is ride your bike month and encourage everyone to participate. She invited everyone to attend the Farmer's Market, Maker's Market, and the 3rd Thursdays events and announced the Transit Center was a designated cooling zone and provided the hours the center is open.

Councilmember Monez stated the State of Turlock address was a great success and thanked staff for their work on the event. She asked City Manager Wilson to provide an update on the progress of Columbia Pool at an upcoming Council meeting.

Mayor Bublak thanked everyone for their support and involvement in the State of Turlock event.

12. CLOSED SESSION

City Clerk Christel provided the Closed Session item.

- A. Conference with Labor Negotiators - California Government Code §54957.6(a)
Agency Designated Representative: Deputy City Manager Sarah Eddy
Employee Organization: Turlock Management Association – Public Safety
Employee Organization: Turlock Firefighters Association – Local 2434

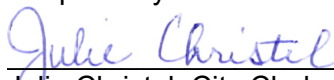
13. REPORTS FROM CLOSED SESSION

Mayor Bublak advised no reportable action was taken during closed session.

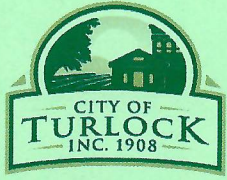
14. ADJOURNMENT

Mayor Bublak adjourned the regular meeting at 8:25 p.m.

Respectfully submitted



Julie Christel, City Clerk



ISAAC MORENO
DIRECTOR
imoreno@turlock.ca.us

FINANCE
DEPARTMENT

156 S. BROADWAY, SUITE 114 | TURLOCK, CALIFORNIA 95380 | PHONE 209-668-5570 EXT 1301

MEMORANDUM

TO: HONORABLE MAYOR AND COUNCILMEMBERS

FROM: ISAAC MORENO

DATE: May 23, 2023

RE: AMENDMENT TO ACTION ITEM 8B STAFF REPORT & RESOLUTION

Staff respectfully submits the following amendment to Action Item 8B. Based on the comparison of Option A (100% pre-payment) and Option B (payment at time of delivery or pickup) offered by Golden State Fire Apparatus, staff is modifying its recommendation from Option A to Option B due to financial analysis resulting in a greater return to the City by investing the funds in a U.S. Treasury Note vs. a pre-payment discount.

BEFORE THE CITY COUNCIL OF THE CITY OF TURLOCK

IN THE MATTER OF APPROVING THE }
PURCHASE OF TWO (2) PIERCE }
MANUFACTURING, INC. FIRE ENGINES FROM }
GOLDEN STATE FIRE APPARATUS; ONE (1) }
VELOCITY 1500 GPM PUMPER AND ONE (1) }
VELOCITY 1500 GPM PUC™ PUMPER WITHOUT }
COMPLIANCE TO THE FORMAL BID }
PROCEDURE PURSUANT TO TURLOCK }
MUNICIPAL CODE SECTION 2-7-08(B)(5) AND }
APPROPRIATE FUNDS FROM FUND 118 }
MEASURE A UNRESTRICTED RESERVES }
ACCOUNT NUMBER RESERVES IN FUND 118-30-300.48001 090 'MEASURE A— }
TRANSFERS OUT VEHICLE & EQUIPGENERAL, ACCOUNT NUMBER 118-30-300. }
REPLACEMENT TO FUND 506 VEHICLE/51020 'EQUIPMENT REPLACEMENT' IN }
AN }
EQUIPMENT REPLACEMENT, ACCOUNT }
NUMBER 506-00-000-304.38001 090 }
TRANSFERS IN VEHICLE & EQUIP }
REPLACEMENT, TO BE EXPENSED OUT OF }
ACCOUNT NUMBER 506-00-000-304.51020 }
EQUIPMENT REPLACEMENT IN AN }
AMOUNT NOT TO EXCEED \$2,354,830.35 }
AMOUNT NOT TO EXCEED \$2,192,461.02 }

RESOLUTION NO. 2023-

WHEREAS, the Turlock Fire Department is in need of two (2) new fire engines;
and

WHEREAS, the purchase of these two new fire engines is in alignment with the
Fire Department's fire apparatus fleet replacement program; and

WHEREAS, modernizing our fire apparatus fleet will reduce maintenance costs
and out of service time due to mechanical issues; and

WHEREAS, the City of Turlock will invest the funds in a 3-Year U.S. Treasury
Note with an annual rate of return of 3.98%, thus providing the City with a cumulative
three (3) year return of 11.98% totaling save \$281,940,149,147.37 Pre-Payment Discount
for 100% Payment at Time of Order from Golden State Fire Apparatus (Golden State);
and

WHEREAS, it is estimated we will receive delivery of these two engines
approximately 38.5 to 42.5 months from the order date to date of delivery; and

WHEREAS, the funds to purchase the new fire engines will come from Measure
A – General unrestricted reserves; and

WHEREAS, HGACBuy, a government procurement service administered by
the Houston-Galveston Area Council of Governments (HGAC), conducted a competitive

procurement of fire apparatus and equipment, resulting in a contract with Pierce Manufacturing, Inc. (Pierce); and

WHEREAS, as a member of HGACBuy, Turlock Fire Department obtained a quote from sales agent Golden State to acquire two (2) Pierce fire engines, specifically one Pierce Velocity 1500 GPM Pumper, and a Pierce Velocity 1500 GPM PUC™ Pumper, for a one-time payment not to exceed \$2,~~354192,830.35491.02~~; and

WHEREAS, Staff recommends utilizing HGACBuy for procurement of fire apparatus to acquire two (2) Pierce fire engines, specifically one (1) Pierce Velocity 1500 GPM Pumper, and ONE (1) Pierce Velocity 1500 GPM PUC™ Pumper, for a one-time payment not to exceed \$2,~~354192,830.35491.02~~; and

WHEREAS, Pursuant to Turlock Municipal Code (TMC) Section 2-7-08(b)(5) bidding procedures are not required when engaged in a joint, cooperative, or leveraged purchasing plans that have been solicited and awarded on a competitive basis.

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Turlock approves the purchase of two (2) Pierce Manufacturing, Inc. fire engines from Golden State Fire Apparatus; one (1) Velocity 1500 GPM Pumper and one (1) Velocity 1500 GPM PUC™ Pumper without compliance to the formal bid procedure pursuant to Turlock Municipal Code Section 2-7-08(b)(5) and appropriates funds from unrestricted reserves in Fund 118 "Measure A – General", Account Number 118-30-300.~~48001 09051020~~ "Transfer Out Vehicle & Equipment Replacement" to Fund 506 "Vehicle/Equipment Replacement" Account Number 506-00-00-304.38001 090 "Transfers In Vehicle & Equip Replacement" to be expensed out of Account Number 506-00-000-304.51020" Equipment Replacement" in an amount not to exceed \$2,~~354192,830491.3502~~.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Turlock this 23rd day of May, 2023, by the following vote:

AYES:

NOES:

NOT PARTICIPATING:

ABSENT:

ATTEST:

Julie Christel, City Clerk,
City of Turlock, County of
Stanislaus, State of California

City Council Staff Report

May 23, 2023



From: Alan Ernst, Fire Chief

Prepared by: Chris Jelinek, Deputy Fire Chief

Agendized by: Reagan M. Wilson, City Manager

1. ACTION RECOMMENDED:

Resolution: Approving the purchase of two (2) Pierce Manufacturing, Inc. fire engines from Golden State Fire Apparatus, one (1) Velocity 1500 GPM Pumper and one (1) Velocity 1500 GPM PUC™ Pumper without compliance to the formal bid procedure pursuant to Turlock Municipal Code Section 2-7-08(b)(5) and appropriate funds from Fund 118 "Measure A" unrestricted reserves in Fund 118 "Measure A — General", Account Number 118-30-300.48001 09054020 "Transfers Out Vehicle & Equipment Replacement" to Fund 506 "Vehicle/Equipment Replacement" Account Number 506-00-000-304.38001 090 "Transfers In Vehicle & Equip Replacement" to be expensed out of Account Number 506-00-000-304.51020 "Equipment Replacement" in an amount not to exceed \$2,319,254,830,494.3502

2. SYNOPSIS:

This action will approve the purchase of two (2) fire engines, with an estimated delivery date of January 2027. Once received, these engines will be placed into frontline service in place of the apparatus currently utilized as Squad 32 and Engine 34.

3. DISCUSSION OF ISSUE:

In any fire department, the backbone of service delivery is safe and reliable fire apparatus which can quickly deliver firefighters and essential gear to an emergency scene. Fire engines, like any other vehicle, have a finite life. Through age and use, reliability decreases for these apparatus. Our recent Citygate report, in alignment with national best-practices, recommends we establish the expected useful service life of our apparatus fleet by considering the type of use, apparatus age, mileage, reliability, and repair/maintenance costs. Generally speaking, older fire engines with higher mileage require more frequent repairs and are less operationally reliable.

It is ultimately up to each agency to determine a planned fleet replacement timeline best suited for their apparatus. To establish replacement criteria for Turlock Fire Department we utilized the *Fire Apparatus Service Life Scoring Rubric* found within the recent Citygate Fire Services Master Plan's analysis of Turlock Fire Department (TFD) fleet services. Using the referenced service life factors and scoring criteria, we were able to establish a maximum service life score and subsequent replacement schedule. Based upon this scoring system we are recommending our fire apparatus be kept in service for a total of 15 years, serving ten (10) years as a frontline apparatus and then placed into reserve status for five (5) additional years. Table 1 depicts the scoring rubric:

TABLE 1: VEHICLE CONDITION SCORE CARD	
AGE	1 point per year based on in-service date
MILES/HOURS	1 point for every 10,000 miles or 250 hours of use
TYPE OF SERVICE	5 points = Front-line emergency response 4 points = Reserve emergency response/surge capacity 3 points = Specialized apparatus/infrequent use 2 points = Light duty support vehicle 1 point = Apparatus/equipment with no planned replacement
RELIABILITY	Percent of total time out of service, excluding preventive maintenance: 5 points for less than 80% reliability 4 points for 80% - 89% reliability 3 points for 90% - 94% reliability 2 points for 95% - 98% reliability 1 point for greater than 98% reliability
MAINTENANCE & REPAIR COST	Total lifetime maintenance/repair costs excluding accident repairs: 1 point = Less than \$15,000 2 points = \$15,000 - \$24,999 3 points = \$25,000 - \$49,999 4 points = \$50,000 - \$75,000 5 points = more than \$75,000
CONDITION	1 point = Very Good 2 points = Good 3 points = Fair 4 points = Poor
POINT RANGE	Less than 20 = excellent; 21-30 = good; 31-40 = qualifies for reserve; greater than 41 qualifies for replacement

Reference: American Public Works Association (APWA), *Planned Fleet Replacement* (2021)

Using the Vehicle Condition Score Card, TFD apparatus are rated as follows:-
(Tables 2 & 3):

TABLE 2: FRONTLINE ENGINES/SQUAD SCORING			
Rig	In Service	Points	Grade
Squad 32	2017	22	Good
Engine 34	2017	21	Good
Engine 31	2006	48	*REPLACEMENT PLANNED
Engine 33	2006	46	*REPLACEMENT PLANNED

**Replacement is scheduled for Engines 31 & 33 in June 2024 under Council approved lease-purchase agreement with Pierce Manufacturing, Inc.*

Key:
<20 = Excellent
21-30 = Good
31-40 = Qualifies for reserve status
>41 Qualifies for replacement

TABLE 3: RESERVE ENGINE SCORING			
Rig	In Service	Points	Grade
Reserve Engine 232	2000	42	REPLACEMENT NEEDED
Reserve Engine 233	1999	53	REPLACEMENT NEEDED

When new engines are placed into service, frontline engines will transition to reserve status.

4. BASIS FOR RECOMMENDATION:

There are five (5) factors impacting our recommendation to immediately purchase two (2) fire engines. These are 1) Forecasted need for replacement of Squad 32 and Engine 34 in 2027, 2) Financial impacts related to fire apparatus manufacturers' forecast of substantial price increases, 3) Extended apparatus delivery time from our recommended vendor, 4) Safety considerations, and 5) Fleet standardization. These issues will be discussed in detail below.

1. Forecasted need: Based upon the referenced apparatus condition score Squad 32 and Engine 34 should transition from frontline to reserve status in 2027. These two engines, placed in service in 2017, received 22 and 21 points respectively and are currently rated in good condition. Assuming current usage remains steady (or

increases slightly due to expected increased calls for service), scoring for these apparatus in four years would add approximately 10 points each (totaling 32 and 31 points respectively) and qualify them for transition to reserve apparatus status.

2. Financial impacts: there are several factors impacting our decision to purchase now rather than wait three to four (3-4) years until purchase.
 - a. Prices have already increased dramatically due to supply chain issues and inflation. Purchase price for our two (2) new Pierce engines in April of 2022 was \$877,555 for each unit. Current pricing of an identical engine from Pierce is \$1,059,289, reflecting a price increase of nearly 18% in only one year.
 - b. Cummings, the primary producer of fire engine motors, is reducing their motor options from five (5) to two (2). These two (2) motors are larger than needed for our fleet and will add an additional cost to each apparatus of approximately \$50,000.
 - c. Golden State Fire Apparatus representatives anticipate at least a 24% increase in fire apparatus pricing over the next four (4) years. Factoring for these increases, plus future motor and/or component upgrades, the conservative estimate for purchasing the same two (2) engines in 2026 increases from \$2.2 million to over \$3.2 million dollars.
 - d. Modernizing our fleet will reduce annual repair and maintenance costs.
 - e. Acceptance of two (2) new engines will enable TFD to surplus and sell two (2) reserve engines. The two (2) engines, which currently serve in frontline service, would transition to reserve status to maintain depth in our reserve fleet.
3. Extended apparatus delivery timeframe: –Due to a high volume of fire apparatus orders, supply chain issues, and lack of necessary components, vendors are advising of apparatus delivery times of approximately three to four (3-4) years. Delaying purchase increases the likelihood that we will not be able to replace apparatus on our intended replacement schedule. This in turn increases the likelihood of mechanical issues with these apparatus. This purchase proactively addresses the aging fleet and reduces repair and maintenance costs.
4. Safety considerations: In recent years substantial safety improvements have been made to fire apparatus. These include improved rollover stability, tire pressure indicators, seat belt warning systems requiring all occupants to be properly seated and belted, roadability, including minimum accelerations and top speed limitations, enhanced step and work surface lighting, and improved cab integrity testing. This purchase would enhance the safety of firefighters using these apparatus.
5. Standardization: This purchase provides standardization across the TFD front line apparatus fleet. There is a tremendous benefit in having an entire fleet with the same build. Parts and inventory would be standard, and downtimes would therefore be decreased. Having a standardized, reliable fleet platform would also reduce training

requirements and liability. In addition, this would help to standardize fire department apparatus with our regional fire service partners within Modesto-Stanislaus Consolidated-Turlock (MST) system. It is also the preferred vendor for City of Modesto fleet maintenance services where our apparatus are currently serviced.

Pursuant to Turlock Municipal Code (TMC) Section 2-7-08(b)(5) bidding procedures are not required when engaged in a joint, cooperative, or leveraged purchasing plans that have been solicited and awarded on a competitive basis. On June 27, 2019, HGAC issued Bid No. FS12-19 for all types of fire apparatus. Houston-Galveston Area Council (H-GAC) is a cooperative purchasing program (HGACBuy) that establishes contracts that have gone through a competitive bid or proposal process that can be used by a state agency, municipality, special district, or other political subdivision of a state or qualifying non-profit corporation.

5. FISCAL IMPACT / BUDGET AMENDMENT:

The proposed funding source is Measure A – General, unrestricted reserves. The net budget impact of this project is \$2,~~354,192,830~~491,350. Our preferred payment method is 100% payment at time of delivery, which allows the City of Turlock to invest the funds in a 3-Year U.S. Treasury Note, with a current market annual interest rate of 3.98%, thus providing the City with cumulative three (3) year return of 11.98% totaling \$281,940. ~~order, which results in a prepayment discount of \$149,147.37 (a 7% reduction in the overall purchase price).~~ The cost breakdown is as follows:

PRODUCT DESCRIPTION	PRICE
One (1) Pierce Manufacturing, Inc. Velocity 1500 GPM Pumper	\$1,059,289.06
One (1) Pierce Manufacturing, Inc. Velocity 1500 GPM <u>PUC™</u> Pumper	1,064,008.85
Fire Fighting Equipment Mounting Allowance (2 Units)	40,000.00
Pre-Payment Discount for 100% Payment at Time of Order (the "Prepayment Discount")	(149,147.37)
SUBTOTAL	2, 163 <u>014</u> , 297 <u>150</u> , 915 <u>4</u>
8.625% State Sales Tax	<u>186</u> 73 , <u>584</u> 720 , <u>448</u>
California Tire Fee	21.00
100% Performance Bond	4, <u>927</u> 599 .00
GRAND TOTAL PURCHASE PRICE	\$2,<u>354</u>192,<u>830</u>491,<u>023</u>5

Staff requests appropriation of funds from unrestricted reserves in Fund 118 "Measure A – General", Account Number 118-30-300.~~48001 09051020~~ "Transfers Out Vehicle & Equip Replacement" to Fund 506 "Vehicle/Equipment Replacement" Account Number 506-00-000-304.38001 090 "Transfers In Vehicle & Equip Replacement" to be expensed out of Account Number 506-00-000-304.51020 "Equipment Replacement" in an amount not to exceed \$2,~~354,192,830~~491,350.

Based upon our apparatus replacement schedule, the next planned fire engine replacements should occur in 2034. To plan for this, the Fire Department will continue seeking funds for savings in the Fire Department equipment replacement account (Fund 506) during normal annual budget processes.

6. STAFF RECOMMENDATION:

Recommend Approval.

7. CITY MANAGER'S COMMENTS:

Recommend Approval.

8. ENVIRONMENTAL DETERMINATION:

N/A

9. ALTERNATIVES:

- A. Council could deny request for purchase.
- B. Council could defer the purchase.
- C. Council could approve the purchase through an alternative revenue source such as the American Rescue Plan Act (ARPA)

10. ATTACHMENTS:

- A. Draft Resolution
- B. Pierce Manufacturing bid proposal for One (1) Pierce Manufacturing, Inc. Velocity 1500 GPM Pumper and one (1) Velocity 1500 GPM PUC™ Pumper