

rental/mileage rates cover the replacement, maintenance, insurance, and operating cost for County-owned vehicles. The rental/mileage rates are adjusted annually to recover in operational, maintenance, and vehicle replacement costs.

DISCUSSION:

Consistent with Board of Supervisors' direction to support public agency collaboration, the Fleet Management Division of the Department of General Services offers other public agencies the opportunity to contract with the County for fleet management services. By contracting with outside agencies to provide vehicle rental and maintenance services, Fleet Management is able to spread overhead costs of operations over a larger customer base, resulting in lower rates for County departments and participating agencies. Fleet Management has provided rental vehicles to outside agencies since 1994 and currently has 64 vehicles in use by five local agencies. The contracts with Suisun City and North Bay Schools Insurance are for a three-year period beginning July 1, 2017 and ending June 30, 2020. The contracts will automatically renew on July 1 of each fiscal year for the duration of the three-year period and can be canceled by either party with 30-day notice.

ALTERNATIVES:

The Board could choose not to approve the contracts. This action is not recommended as the additional vehicles provided to outside agencies reduces the monthly cost to County Departments and outside agencies by spreading operating costs over a larger customer base.

OTHER AGENCY INVOLVEMENT:

Suisun City and the North Bay Schools Insurance Authority support approval of the contracts. County Counsel provided legal guidance and approved the contracts as to form.

CAO RECOMMENDATION:

APPROVE DEPARTMENTAL RECOMMENDATION