

**Memorandum
Public Works Department**



To: City Manager
Subject: Propane Equipment Purchase
Date: June 13, 2011
Number: 2011-177

In the current budget, Public Works Department/Fleet Services Division is scheduled to purchase equipment necessary for the modification of two (2) vehicles so they can operate on propane fuel for a pilot program. The conversion equipment will be purchased from AJ Automotive Group and the fuel tank and dispenser will be leased from Ferrellgas.

AJ Automotive Group will train and certify our mechanics on the installation of the equipment.

The two vehicles to be modified are a 2011 Ford Crown Vic assigned to Police patrol; and a 2010 Ford F150 pickup assigned to Public Works. The current price of propane fuel is \$2.16 per gallon compared to \$3.41 for gasoline.

Recommendation

The Public Works Department recommends that City Council authorize the purchase from AJ Automotive Group, Inc. in the amount of \$13,351.00.

Vendor: AJ Automotive Group, Inc.
Payment Amount: \$13,351.00
Account Chargeable:
Fund: 601 Fleet Services
Division: 617 Fleet Services
Cost Center: 364 Parts Room
Object Code: 52305-0000000 Auto Equipment Supplies

Requisition Number: R002309
Purchase Order Number:

Submitted by: Robert T. Hawes, P.E., Assistant City Manager/Public Works Director
Wm Woeckener, Fleet Services Director

Approved by: John C. Phillips, City Manager