



CITY OF SALINAS COUNCIL STAFF REPORT

DATE: December 5, 2017

DEPARTMENT: PUBLIC WORKS, TRAFFIC AND TRANSPORTATION DIVISION

FROM: VICTOR GUTIERREZ, ASSISTANT ENGINEER

TITLE: ELECTRIC VEHICLE (EV) REPLACEMENT INCENTIVE PROGRAM GRANT

RECOMMENDED MOTION:

A motion to approve a Resolution to accept the grant, and ratify the agreement between the Monterey Bay Unified Air Pollution Control District (MBUAPCD) and the City, and authorize the direct purchase of one electrical vehicle.

RECOMMENDATION:

Traffic staff recommends accepting the grant and ratifying the agreement between the MBUAPCD and the City to replace one city vehicle (1992 Ford, Crown Victoria), and authorize the direct purchase of one Chevy Bolt EV (electrical vehicles) from My Chevrolet Salinas.

BACKGROUND:

On October 26, 2017, the City was awarded \$27,000 from the AB2766 Emission Reduction Grant Program (administered by the MBUAPCD) under the Electric Vehicle (EV) Replacement Incentive Program. The program aims to replace a gasoline engine vehicle with electrical vehicle to achieve zero tailpipe emissions. For the replaced vehicle, staff selected an older vehicle (1992 Ford, Crown Victoria to be dispose of as required by the grant) which staff currently uses for City-related activities such as field inspections, meetings, trainings, etc. The replacement of an older vehicle with a clean air vehicle, and in this case with zero emissions meets the goals of the Air District for reduction of emissions. This is also aligned with the City's sustainability goals for reducing greenhouse gases.

In order to take advantage of the grant funds and meet the short acceptance deadline, the Public Works Director executed the agreement with the Air District in October 2017 since the investment in electric vehicles is aligned with the City Council's sustainability goals. Staff is therefore asking Council to ratify the attached agreement with the Air District.

Staff requested a quote from the local car dealer, My Chevrolet of Salinas, in accordance with the City's local preference Ordinance (Municipal Code Section 12-28.030). The City also requested another quote from Chevrolet of Watsonville. Based on the quotes received, My Chevrolet of Salinas was the lowest offer. Purchasing the vehicle from My Chevrolet of Salinas results in a

savings of approximately 3% in comparison to the non-local dealer. Staff therefore recommends the direct purchase from My Chevrolet of Salinas.

	My Chevrolet Salinas	Chevrolet of Watsonville
Cost	\$36,329.00	\$37,935.00
Sales Tax + fees	\$3,812.58	\$3,605.14
Total Cost	\$40,141.58	\$41,540.14

CEQA CONSIDERATION:

The City of Salinas has determined that the proposed action is not a project as defined by the California Environmental Quality Act (CEQA) (CEQA Guidelines Section 15378). In addition, CEQA Guidelines Section 15061 includes the general rule that CEQA applies only to activities, which have the potential for causing a significant effect on the environment.

STRATEGIC PLAN INITIATIVE:

This action supports the Council's Quality of Life goal by reducing emissions and improving the air quality in Salinas.

FISCAL AND SUSTAINABILITY IMPACT:

The total cost to purchase this vehicle is \$40,141.58. The MBUAPCD awarded \$27,000 for the purchase of this vehicle. Additionally, the California Air Resources Board, the Public Fleet Pilot Project offers up to \$15,000 in rebates for eligible zero-emissions vehicles to public agencies. By combining these two funding sources, the grant and the rebate program, there will be sufficient funds with to purchase this vehicle.

ATTACHMENTS:

Resolution

Grant Agreement

RESOLUTION NO. _____ (N.C.S.)

**A RESOLUTION OF THE SALINAS CITY COUNCIL APPROVING AND ACCEPTING
THE GRANT AND AGREEMENT WITH THE MONTEREY BAY UNIFIED AIR
POLLUTION CONTROL DISTRICT TO REPLACE ONE CITY VEHICLE WITH AN
ELECTRICAL VEHICLE (EV), AND AUTHORIZE THE PURCHASE OF
ONE CHEVY BOLT EV**

WHEREAS, on October 26, 2017, the City was awarded \$27,000 from the AB2766 Emission Reduction Grant Program (administered by the Monterey Bay Unified Air Pollution Control District) for the Electric Vehicle (EV) Replacement Incentive Program to replace a city vehicle (gasoline engine) with an electrical vehicle.

NOW, THEREFORE, BE IT RESOLVED THAT THE COUNCIL OF THE CITY OF SALINAS, approves and accepts the attached Grant Agreement by and between the City of Salinas, a municipal corporation, and the Monterey Bay Unified Air Pollution Control District in the amount of \$27,000 to purchase one Chevy Bolt EV; and

BE IT FURTHER RESOLVED BY THE COUNCIL OF THE CITY OF SALINAS, that Council authorizes the direct purchase of one Chevy Bolt EV from My Chevrolet of Salinas; and

BE IT FURTHER RESOLVED BY THE COUNCIL OF THE CITY OF SALINAS, that City Council declare the 2002 Crown Victoria being replaced as surplus and authorize disposal by the Purchasing Officer and Vehicle Maintenance staff.

PASSED AND ADOPTED this 5th day of December 2017, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Joe Gunter, Mayor

ATTEST:

Patricia M. Barajas, City Clerk