



**Honorable Mayor and Members of the Hermosa Beach City Council**

**VEHICLE PURCHASE FOR POLICE DEPARTMENT**

(Public Works Director Joseph SanClemente)

**Recommended Action:**

Staff recommends City Council authorize the sole-source purchase of one Tesla Model Y to replace a 2014 Ford Fusion Hybrid S in an amount not to exceed \$60,000.

**Executive Summary:**

In line with the City of Hermosa Beach’s commitment to providing first-class services and transitioning to a cleaner fleet, staff recommends the purchase of a Tesla Model Y to replace the Police Department’s 2014 Ford Fusion Hybrid S. The procurement is in alignment with both the City’s Vehicle Replacement Schedule and the Clean Fleet Vehicle Purchasing Policy approved in the Fiscal Year 2024–25 budget. This transition to an electric vehicle supports the City’s sustainability goals by reducing emissions in the Police Department’s fleet.

**Background:**

The 2014 Ford Fusion Hybrid S, currently assigned to the Police Department’s Administrative Division, has exceeded its service life as outlined in the City’s Equipment Replacement Schedule. Approved during the Fiscal Year 2024–25 budget process, the replacement of the 2014 Ford Fusion Hybrid S aligns with both fleet reliability needs and the City’s sustainability objectives.

***Past Council Actions***

<b>Meeting Date</b>	<b>Description</b>
<a href="#">June 11, 2024</a>	City Council adopted the budget for the Fiscal Year 2024–25.

**Discussion:**

The Police Department’s 2014 Ford Fusion Hybrid S is nearing the end of its useful lifecycle, no longer meeting the performance and reliability standards required. Replacing the gasoline-powered vehicle with an electric Tesla Model Y, as planned in the City’s Equipment Replacement Schedule and approved in the Fiscal Year 2024–25 budget, aligns with the City’s Clean Fleet Vehicle Purchasing Policy and supports the City’s goals for fleet electrification.

<b>Year</b>	<b>Make/Model</b>	<b>Division</b>	<b>Years in Service</b>
2014	Ford Fusion Hybrid S	PD – Administration	10

Staff recommends City Council authorize the sole source purchase of a Tesla Model Y (**Attachment 1**) in an amount not to exceed \$60,000.

Staff recommends City Council authorize the sole-source purchase of a Tesla Model Y (see Attachment 1) for an amount not to exceed \$60,000. Tesla vehicles are currently sold exclusively through the manufacturer, qualifying the sole-source procurement under the Hermosa Beach Municipal Code (HBMC). HBMC Section 3.12.070 posits that formal procedures shall be dispensed when an emergency requires it or when the product can only be obtained from one vendor.

**Environmental Review**

This agreement has no potential for resulting in either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, and as such, is not a “project” subject to the requirements of the California Environmental Quality Act (CEQA) 14 Cal. Code Regs Section 15378.

**General Plan Consistency:**

PLAN Hermosa, the City’s General Plan, was adopted by the City Council in August 2017. The purchase of this vehicle supports several PLAN Hermosa goals and policies that are listed below.

*Governance Element*

**Goal 1. A high degree of transparency and integrity in the decision-making process.**

Policies:

- **1.6 Long-term considerations.** Prioritize decisions that provide long-term community benefit and discourage decisions that provide short-term community benefit but reduce long-term opportunities.

*Sustainability and Conservation Element*

**Goal 1. A high degree of transparency and integrity in the decision-making process.**

Policies:

- **1.1 Low-carbon municipality.** Demonstrate environmental leadership and reduce greenhouse gas emissions from municipal facilities and operations by at least 80% below 2005 levels by 2030.
- **1.2 Highest return on investment.** Prioritize the implementation of greenhouse gas reductions projects that simultaneously reduce ongoing operations costs to the City.

**Fiscal Impact:**

The estimated purchase cost for the Tesla Model Y is \$59,928. Additional Police Department vehicle-specific outfitting, painting, and badging would be completed through the City’s ongoing contract with South Bay Regional Public Communications Authority, at an estimated cost of \$6,830. The total cost of \$66,758 is budgeted in the FY 2024–25 Equipment Replacement Fund.

<b>Vehicle</b>	<b>Estimated Purchase Price</b>	<b>Estimated Outfitting Costs</b>	<b>FY 2024–25 Budget Dept. Account</b>	<b>FY 2024–25 Budgeted Amount</b>
Tesla Model Y	\$59,928	\$6,830	715-2101-5403	\$66,758

**Attachment:**

2024 Tesla Model Y Quote

**Respectfully Submitted by:** Joanne Loeza, Management Analyst

**Concur:** Joseph SanClemente, Public Works Director

**Noted for Fiscal Impact:** Brandon Walker, Administrative Services Director

**Legal Review:** Patrick Donegan, City Attorney

**Reviewed by:** Angela Crespi, Deputy City Manager

**Approved:** Suja Lowenthal, City Manager