



REPORT TO CITY COUNCIL

To: Honorable Mayor and Members of the City Council

From: Jason Simpson, City Manager

Prepared by: Rick DeSantiago, Public Works Manager

Date: September 26, 2023

Subject: Cost Increase for Purchase of Vessel Engines

Recommendation

Approve and authorize the City Manager to approve \$1,957.32 additional funds for Last Chance Performance Marine, Inc. for the inflation cost for the purchase of three (3) Vessel Engines in a total amount not to exceed \$72,121.56 in such final form approved by the City Attorney.

Background

On October 11, 2022, the City Council approved the purchase of three (3) Vessel Engines from Last Chance Performance Marine, Inc., in the total amount of \$70,164.24 (including tax). The City of Lake Elsinore has historically purchased and owned 5 vessels. On average, the age of the engines on the City's vessels is 7 to 8 years. The City maintains all vessels for use by the Sheriff's Department.

Discussion

Staff requested authorization and City Council approved the purchase of the following vessels:

1. One (1) 250 Verado XL
2. One (1) 250 Verado XXL
3. One (1) 250 Verado CXXL

Due to supply chain disruptions, the Vessel Engines were not available for delivery. Due to increase in production costs, materials, and wages, a surge in demand for products and services, the cost of the vessel engines was increased. The total increase is \$1,957.32.

Cost Increase for Purchase of Vessel Engines

Fiscal Impact

Funds are available in the City's Internal Service Fund for FY23/24.

Attachments

Attachment 1 - Original Quote

Attachment 2 - Buyer's Order