



Hallandale Beach
COMMUNITY REDEVELOPMENT AGENCY

Hallandale Beach Community Redevelopment Agency Agenda Cover Memo

Meeting Date:	May 17, 2023		File No.	Item Type:	Resolution	Other	
			23-117	<i>(Enter X in box)</i>	X		
Fiscal Impact: <i>(Enter X in box)</i>	Yes	No	Ordinance Reading: <i>(Enter X in box)</i>		1st Reading		2nd Reading
	X		Public Hearing: <i>(Enter X in box)</i>		N/A	N/A	
					Yes	No	Yes
						X	
Funding Source:	5910-564010		Advertising Requirement: <i>(Enter X in box)</i>		Yes		No
							X
Account Balance:	\$55,000.00		RFP/RFQ/Bid Number:				
Contract/P.O. Required: <i>(Enter X in box)</i>	Yes	No	Project Number:				
	X						
Redevelopment Goals: <i>(Enter X in box)</i>							
Compact & Urban Development Projects							
Goal 1 - Catalytic projects that support the growth of local economy <input type="checkbox"/>							
Goal 2 - Transit supportive Development <input type="checkbox"/>							
Goal 3 - Neighborhood-level enhancements <input type="checkbox"/>							
Improve Connectivity within community							
Goal 1 - Development of complete streets <input type="checkbox"/>							
Goal 2 - Facilitate & Identify safe access to multiple modes of transportation <input checked="" type="checkbox"/>							
Goal 3- Provide Strategic parking solutions <input type="checkbox"/>							
Create CRA Resiliency							
Goal 1- Utilize innovative means to create sense of place to attract residents & visitors <input type="checkbox"/>							
Goal 2- Use diverse architectural styles & messaging to create iconic buildings & destinations <input type="checkbox"/>							
Goal 3- Prepare for sustainable future through smart technology, social & economic development Programs and environmental measures <input type="checkbox"/>							
Sponsor Name:	Dr. Jeremy Earle, Executive Director		Department:		HBCRA		

SHORT TITLE:

A RESOLUTION OF CHAIR AND BOARD OF DIRECTORS OF THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY, HALLANDALE BEACH, FLORIDA, AUTHORIZING THE EXECUTIVE DIRECTOR TO ISSUE A PURCHASE ORDER TO TESLA INC. FOR THE PURCHASE OF A 2023 TESLA MODEL Y MOTOR VEHICLE AT A COST NOT TO EXCEED \$51,880; AUTHORIZING THE EXECUTIVE DIRECTOR TO TAKE ALL ACTION NECESSARY TO PURCHASE THE 2023 TESLA MODEL Y MOTOR VEHICLE FROM TESLA INC. AT A COST NOT TO EXCEED \$51,880; AND PROVIDING AN EFFECTIVE DATE.

STAFF SUMMARY:

Background:

The Hallandale Beach Community Redevelopment Agency (HBCRA) seeks the Board of Directors waiver of competitive requirements due to unique circumstances, contract requirements, and authorization for the purchase of vehicles indicated in exhibit # 4 and for the replacement of any vehicles involved in accidents or that suffer sudden catastrophic mechanical failure through December 2025. Additionally, grant the Executive Director to make vehicle purchases in the HBCRA's best interest.

On March 28, 2023, the City Manager advised the City Commission of the supply chain issues which continue through 2023, as cities across the country continue to try to replace vehicles outside of their useful life. Th HBCRA has utilized the Florida Sheriff's Association contract in the past to make its vehicle purchases.

With unprecedented vehicle shortages across the state, the ability to purchase vehicles by government entities has drastically reduced. All the cooperatives available to the HBCRA currently have a wait time of twelve to twenty-four months.

Due to these unique circumstances, the HBCRA finds it necessary to procure its vehicles directly with the dealerships that may have inventory available on their lots and negotiate with them rather than wait for an extended period of time for a needed vehicle and bring the item back to the Board of Directors to ratify the purchase afterward. Additionally, the HBCRA will contact local dealers to place future vehicle orders through December 30, 2025.

Current Situation:

Staff recognizes the need to prioritize the scheduling of the replacement of the current HBCRA Ford Escape based on the vehicle's lifespan of 8 years. The operating of vehicles beyond their useful life costs the Agency more, in the long

run, to repair, maintain and operate. Additionally, the current HBCRA Tesla was involved in an accident on December 2022, and due to supply chain issues parts to repair the vehicle are on backorder therefore repairs will take longer than anticipated.

The HBCRA is in the process of hiring a Code Compliance Specialist who will ensure compliance with City ordinances and zoning regulations while providing for the overall health, safety, and quality of life issues of the community. The Code Specialist will need a vehicle as part of their daily duties. The HBCRA is increasing its redevelopment efforts, economic development, and capital project activities. It is important to know that the HBCRA will go from 10 to 13 staff members within the next few months.

In our quest to purchase a vehicle to assist with our operations, the HBCRA has considered a Ford Interceptor Hybrid SUV (no tax credit) as recommended by the City's Fleet Division, or a fully electric Tesla Model Y SUV or a Ford Mustang Mach-E. Under Internal Revenue Code 30D the Tesla Model Y qualifies for a tax credit in the amount of up to \$7,500 versus the Mach-E which only qualifies for a partial tax credit of up to \$3,750.

The current purchase price as quoted by Tesla is \$51,880 before the tax credit of \$7,500. As part of the 2023 Inflation Reduction Act, the HBCRA will claim the tax credit which will bring the cost of the vehicle down to \$44,380. It is important to note that the HBCRA requested a quote from Tesla in June 2022 and the value of the vehicle was \$64,440, a price difference of \$12,560 from the current quoted price.

Federal Tax Credits for Plug-in Electric Vehicles Purchased in 2023 or After

Make	Model	Year	Vehicle Type	Credit Amount
Ford	Mustang Mach-E Extended Range	2023	EV	\$3,750
Tesla	Model Y Long Range	2023	EV	\$7,500

In order to encourage fiscally sound decisions regarding sustainability within the HBCRA, and to implement the City's Sustainability Action Plan, the HBCRA is recommending the purchase of a fully electric Tesla Model Y SUV. The HBCRA is committed to the purchase of only electric vehicles until the sunset of the agency. This is in line with the City's 50 by 30 Climate Action Plan and Net-Zero Goal.

As an all-electric vehicle, the Tesla Model Y has a positive effect on human health and the environment due to reduced carbon emissions when compared with competing internal combustion engine vehicles. This purchase is part of the HBCRA's sustainability initiatives which are a part of the CRA's recently approved Redevelopment Plan Modification. The size of the SUV will allow the CRA to

continue to haul a large number of supplies and Staff to and from various CRA-related events including groundbreakings, Paint the Town programs, and other meetings.

Why Action is Necessary

Pursuant to Chapter 23, Section 23-8 of the City Code of Ordinances, Exception to Bid Requirements, (5) *Unique circumstances*. Where the City Commission finds unique circumstances to establish that competitive bidding is not in the best interest of the City; however, such purchases in excess of \$50,000.00 shall require a formal, written contract approved by the City Commission. The City Commission, upon request by the City Manager, may waive the requirement for a formal written contract when such contract would not be in the best interest of the City.

Pursuant to the HBCRA By-Laws the HBCRA Board of Directors must approve all procurement of all goods and services in an amount more than \$50,000.

Fiscal Impact

\$51,880.00

PROPOSED ACTION:

Staff recommends the HBCRA Board of Directors approve the attached Resolution.

ATTACHMENT(S):

- Exhibit 1 - Resolution
- Exhibit 2 – Price Quote – Tesla Model Y LR Mobile Connector 4.25
- Exhibit 3 – City Resolution 2023-033 Waive Competitive Procurement & Sustainability Policy Requirements for the Purchase of City Vehicles.
- Exhibit 4 – Vehicle List
- Exhibit 5 – City Manager Email to City Commission City-CRA Vehicles
- Exhibit 6 – Sustainable Practice Policy SPP