



# City of Broken Arrow

## Request for Action

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**File #: 17-1840, Version: 1**

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**Broken Arrow City Council  
Meeting of: 2-21-2017**

**To: Mayor and City Council  
From: General Services Department  
Title:**

**Approval of and authorization to accept Liberty Mutual Insurance Company's offer to settle a claim for vehicle loss, declaring the vehicle surplus and releasing it to Liberty Mutual Insurance Company**

**Background:**

A Police vehicle was involved in a collision on October 25, 2016. The vehicle, unit number 0645, was purchased on July 12, 2006 for \$20,292.00. The unit had accumulated 104,702 miles at the time of the accident and is scheduled to be replaced at this time.

Liberty Mutual Insurance Company has determined the vehicle is totaled and made an offer to settle the vehicle loss for a total of \$6,562.09. This total includes \$3,572.09 for the vehicle itself and an additional \$2,990.00 for parts and labor costs to transfer the police equipment to a new vehicle.

The Fleet Maintenance Division has determined the retail value of the vehicle based on the National Automotive Dealers Association (NADA) Price Report (also known as Blue Book) for this area to be \$4,700.00. This is \$1,127.91 more than the price Liberty Mutual is offering to settle on the vehicle. As the vehicle was in considerably less than clean (average or better) condition at the time of the accident, the Fleet Manager concurs that this is appropriate compensation for the vehicle and that the compensation offered for parts and labor to transfer installed police equipment is appropriate. Funds from this settlement will go into the Sales Tax Capital Improvement Fund.

**Cost: None**

**Prepared By: Lee Zirk, General Services Director**

**Reviewed By: Human Resources Department  
Police Department  
Finance Department  
Legal Department  
Assistant City Manager - Administration**

**Approved By: Michael L. Spurgeon, City Manager**

**Attachments:**        **NADA Price Report for 2006 Ford Crown Victoria Police Interceptor**

**Recommendation:**

Approve and accept the offer from Liberty Mutual Insurance Company to settle the claim for vehicle loss, declare the totaled vehicle surplus and release it to Liberty Mutual Insurance Company.