



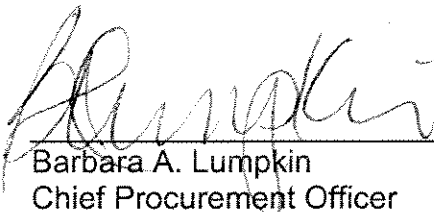
DEPARTMENT OF PROCUREMENT SERVICES

MEMORANDUM

Date: August 18, 2006

To: Raymond Orozco, Commissioner
Chicago Fire Department

Attn: Karen Sanger

From: 
Barbara A. Lumpkin
Chief Procurement Officer

Re: Emergency Purchase Order Authorization

Pursuant to Section 2-92-644 of the Municipal Purchasing Act, I am authorizing you to make an Emergency purchase from Great Lakes Helicopter, Inc. Based upon information received from members of your staff, I have determined that this procurement is necessary to meet bona fide operating emergencies.

You are hereby authorized to purchase 'Rental of Helicopter' in the amount of \$248,000.00 as requested in your letter of July 26, 2006. Any amount in excess of the \$248,000.00 approved here will be subject to additional authorization and will be limited so as not to exceed the \$250,000.00 limit established by statute.





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City of Chicago
Richard M. Daley, Mayor

Chicago Fire Department

Raymond Orozco
Commissioner

14th Floor
10 West 35th Street
Chicago, Illinois 60616-3799
(312) 745-3705

<http://www.cityofchicago.org/fire>

C. Humphreys

OFFICE OF THE FIRE COMMISSIONER

08 AUG 11 10:11:36

**TO: Barbara Lumpkin
Chief Procurement Officer
Department of Procurement Services
City Hall, Room 403**

**FROM: Raymond Orozco
Raymond Orozco
Fire Commissioner**

*OK,
DWY
8/15/06*

DATE: July 26, 2006

**SUBJECT: OPERATIONAL EMERGENCY, RENTAL OF
HELICOPTER**

The Fire Department is requesting the award of an Operational Emergency contract with Great Lakes Helicopter, for a total expenditure amount of \$248,000. As you are aware the CFD is currently down to one (1) helicopter, to serve the City of Chicago, due to the crash of our second helicopter on June 30 of this year. To be able to continue to provide helicopter required coverage and/or assistance to the citizens of the City of Chicago in an emergency, our sole, remaining helicopter must be taken out of service prior to periodic intervals of flight time. This out of service time is to have FAA mandated inspection and maintenance. Therefore we are requesting the rental of a helicopter to cover the down time for inspection/maintenance. The request vendor is Great Lakes Helicopter. Price quotes were requested from three (3) different vendors. Great Lakes was the only one to be able to provide a helicopter our personnel was familiar with and provided required optional equipment, such as a hoist. This process is anticipated to be an on-going need until acquisition of the model 412EP helicopter to replace the one lost on June 30, 2006. The Air Sea Rescue mission, as previously stated is to serve the all emergency and City Departmental administrative needs.

Our staff at Air Sea Rescue have been challenged with improvising methods to keep the remaining resources available and to maintain continuity of services consistent with the Division's 41 year history. These are only temporary remedies pending a permanent solution.

Attached please find proposed General Service Agreements from:

- 1) McMahon Helicopters



2) Midwest Helicopters

3) Great Lakes Helicopter

If you have any questions pertaining to this matter, please contact Karen Sanger, Contracts Coordinator at 745-4196.

Emergency rental of helicopter From 8/7/06 thru 8/11/06				8/3-12/06
	Midwest Helicopter	McMahon		Great Lakes
Minimum cost per day w/flight time	\$7,320	\$9,900		\$7,500
Cost per hour	\$3,660	\$3,000		\$2,500
Availability per day	\$1,635	included		
Personnel	included	\$900		not required
Flight time included	2 hours	3 hours		3 hours
Delivery	included	included		\$2,000
Total per day with 3 hour flight time	\$11,615	\$9,900		\$7,500
Rental days	5	5		6
Cost for minimum rental period per incident	\$58,075	\$49,500		\$45,000
Delivery	\$0	\$0		\$2,000
Total per rental period w/out additional flight time	\$58,075	\$49,500		\$47,000
Hoist	no	no		yes
Indemnifying civilian pilots	yes	yes		no

Vendors quoted pricing

Estimated cost per out of service incident		cost	usage	total
6 days of rental		45000	4	180000
Delivery to from		2000	4	8000
Additional flight time per hour		2500	24	60000
Total amount of Operational Emergency request				248000



July 26, 2006

Chicago Fire Department
Air Sea Rescue
3954 E. Foreman Dr.
C/O: Harry E. Vergis

RE: Helicopter Rental Terms

Harry:

Per your request, I am forwarding the terms for the rental of our UH 1B. If you accept these terms please sign and date and return by fax. I look forward to a great business future.

- Item to be leased: UH1 Super B
- Serial #: 64-14073
- N #: 204GP
- Delivery Date: August 6, 2006
- Date of Pick-Up (weather permitting): August 12, 2006
- 24 Hour notice required to extend lease.
- Term of Lease: ⁷ day minimum
- Hourly Rate: \$2,500.00
- Minimum Daily Rate of \$7,500.00
- Ferry Time Rate: \$1,000.00 will be applied.

Great Lakes Helicopter in Almont MI --Chicago Fire Department in Chicago IL.

- Insurance to be carried on Aircraft in the amount of \$400,000
Beneficiary to be Great Lakes Helicopter. Proof of Ins required before flight.
- The above listed UH1 Super B will be used in a rescue response mission role and limited to that which would qualify under the Part I Public Use Definition.
- The above listed UH1 Super B will only be flown by commercially rated helicopter pilots already approved as PIC by Insurer in the UH1-H and 412 EP who are current in their insured status.



- Helicopter being issued for Lease is a UH1 Super B S/N 64-14073 containing N # 204GP and will be brought with low skid gear. It is in airworthy condition in Restricted Category.
- At time of delivery please have a representative their to accept and inspect helicopter:
After acceptance Chicago Fire department will be responsible for any misuse or damage that is not considered "normal wear and tear". G.L.H will inspect helicopter upon arrival at our facility and make you aware within 10 days of arrival if this occurs.

*** We are currently checking on a rescue hoist to see if it will fit. If it does this will also come with helicopter but at this time is not guaranteed.

Signature
John Lojko
Great Lakes Helicopter
President

Signature Of Acceptance
Hany Vergis
DDC, Air Sea Rescue

Quote



DATE

8/10/2006

060726*1

3673 Van Dyke Airmont, MI
48003
Office: 810.798.9228 Fax:
810.798.0958
CRS# G48R973X

BILL TO

CHICAGO FIRE DEPARTMENT
AIR SEA RESCUE
3954 E. FOREMEN DR.
312.745.1575
ATTN: HARRY VERGIS

RFQ #

Aug. 10, 2006

Description	Part #	QTY	RATE	AMOUNT
Helicopter Lease	UH1-Super B S/N 64-14073 Amount indicated is a minimum 6 day lease term at \$7,500.00 per day For a total of \$45,000.00 per lease term. Anything over 3 flight hours per day will be charged at \$2,500.00 per flight hour.	4	\$45,000.00	\$180,000.00
	Projected additional flight time @ \$2,500.00 per flight hour.	24	2,500.00	60,000.00
Ferry Time	Delivery and pickup of aircraft (\$1,000.00 each way)	4	2,000.00	8,000.00

This estimate is set at the minimum amount that will be due. Please read carefully to figure anything more than 3 hrs. flight time a day. Any questions please call. We Thank You For Your Business.

Total

\$248,000.00

A handwritten signature in black ink, appearing to be "Harry Vergis", is written over a horizontal line.

Signed