



City Council Report

Date: March 2, 2009
To: City Council
Through: Bryan Raines, Deputy City Manager
From: Edward Quedens, Business Services Director
Subject: Purchase of Eleven (11) Replacement Heavy-Duty Automated Side-Loading Refuse Trucks for the Solid Waste Management Department (Mesa Contract #2007197)
"Citywide" contract

Purpose and Recommendation

Council is requested to approve the Purchase of Eleven (11) Replacement Heavy-Duty Automated Side-Loading Refuse Trucks as recommended. Bid pricing was obtained and evaluated by the Solid Waste Management, Fleet Services and Business Services Departments.

The Business Services Department recommends authorizing purchase from the current contract with Rush Truck Center at \$2,728,300.73, including applicable sales tax.

Background/Discussion

Each of these replacement side-loading refuse trucks will be used in the collection of refuse, recyclables and green waste materials from residential customers throughout the City. All but one of these trucks meets established criteria for replacement by Fleet Services (7 years of age or 130,000 miles). The vehicle recommended for replacement, not meeting criteria, would normally be replaced in FY10/11, but due to excessive repair costs (currently more than \$105,000) Fleet is recommending replacement at this time. The retired trucks will be sold at auction.

Council awarded the Mesa contract to Rush Truck Center in February 2008. This contract allows for additional purchases, at the original bid price, for 12 consecutive months, and includes a provision to extend the contract for an additional 12 months allowing the contractor to formulate an escalation factor to address additional market costs. The vendor escalation factor for these new vehicles is 0.9% or \$2,042.78 each.

Six responsive bids were received in January 2008.

Alternatives


Council may choose not to authorize this purchase and new bids will be obtained.

Fiscal Impact


The total amount of \$2,728,300.73 is available through Fleet Services' Vehicle Replacement Program budget.

Coordinated With:

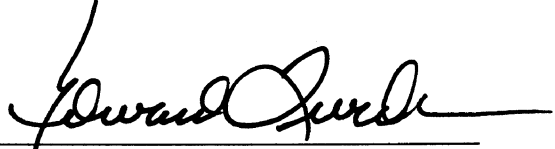
Fleet Services Department
Solid Waste Department



Cyndi Gonzales,
Management Assistant II



Jim Ruiz, CPPB
Purchasing Administrator



Edward Quedens, C.P.M.
Business Services Director



Bryan Raines,
Deputy City Manager

**CITY OF MESA
PURCHASE RECOMMENDATION
HEAVY DUTY AUTOMATED SIDE LOADING REFUSE TRUCK
(REQUEST FOR BID #2007197)**

**Rush Truck Center
Phoenix, AZ**

Quantity	Description	Extended Price
11 each	Heavy Duty, Automated, Side Loading Refuse Trucks, including 5-yr. Replacement Camera Warranty and 5-yr. Extended Transmission Warranty / \$229,018.78* each	\$2,519,206.58
		8.3% Sales Tax <u>209,094.15</u>
		TOTAL \$2,728,300.73

* Includes 0.9% Price Escalation per Contract

January 2008 Bid Results (Bid released for nine trucks):

Rush Truck Centers of Arizona dba Rush Truck Center-Phoenix Phoenix, AZ	\$2,029,284.00 (Recommended)
Vanguard Truck Center Phoenix, AZ	\$2,083,563.00
Trucks West of Phoenix Phoenix, AZ	\$2,090,241.00
Balar Holding Corp. dba Balar Equipment Corp.	\$2,181,357.00
Trucks West of Phoenix Phoenix, AZ	\$2,090,466.00 (Alternate Bid 1)
Trucks West of Phoenix Phoenix, AZ	\$2,041,866.00 (Alternate Bid 2)