



# City Council Report

**Date:** August 18, 2014  
**To:** City Council  
**Through:** Alex Deshuk, Manager of Technology and Innovation  
**From:** Edward Quedens, MPA, C.P.M., CPPO, Business Services Director  
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator  
**Subject:** Three-Year Term Contract for Original Equipment Manufacturer (OEM) Heavy Duty Truck Repair Services for Peterbilt Trucks **(Citywide)**

## Purpose and Recommendation

Council is requested to approve the Term Contract for OEM Heavy Duty Truck Repair Services as recommended.

Fleet Services and Purchasing recommend authorizing a three-year contract using the Maricopa County cooperative contract with Rush Truck Centers of Arizona at \$60,000.00 annually, based on estimated requirements.

## Background / Discussion

The City currently has a fleet of 49 Peterbilt model trucks with 14 more new Peterbilt trucks on-order for the Solid Waste Management Department. Fleet Services completes 90% of the Peterbilt maintenance and repairs. For repairs that require specialized service, tools and training, the City needs to have the ability to send these trucks to an OEM authorized Peterbilt dealer. This allows the City to utilize warranty coverage or qualify for factory assistance reimbursement. Additionally, the City is guaranteed the best quality repair parts with a national warranty honored by all Peterbilt dealers.

The City solicited bids for OEM Heavy Duty Truck Repairs in June and October 2013. There were no bids on the Peterbilt portion so the City was not able to procure a vendor for these specialized repairs. The City determined that utilizing the Maricopa County cooperative contract is an acceptable procurement method. Additionally, the cumulative volume provides better overall pricing to the City.

Maricopa County awarded a contract to nearly 30 vendors on January 27, 2011, with a three-year initial term and renewal options available. Fleet Services and Purchasing are requesting a term contract for up to three years in one-year increments subject to Maricopa County renewing its contract. Any renewals beyond this initial three-year term will be subject to future Council consideration.

## Alternatives

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

## Fiscal Impact

The annual contract amount is funded by the Fleet Services operating budget.

## Coordinated With

Fleet Services and Purchasing

### **PURCHASING INFORMATION**

Action: Initial Award

Contracting Agency: Maricopa County

Contracting Agency Contract Number: 10018-C

Mesa Contract Number: 2015030

Contract Term: Three Years, One-Year Periods

Possible Renewals: None

### **AWARD RECOMMENDATION**

***Rush Truck Center of Arizona***

**Phoenix, AZ**

Description
Original Equipment Manufacturer Heavy Duty Truck Repair Services for Peterbilt Trucks per Maricopa County Contract Serial 10018-C Terms and Conditions, Specifications and Pricing as offered
<b>Annual Contract Amount: <u>\$60,000.00</u></b>