



City Council Report

Date: May 18, 2015
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: Purchase of a Replacement Cross-Over Vehicle for the Solid Waste Management Department (Single Bid) (\$11,000 funded by Solid Waste's education budget and \$19,000 by additional revenues from an audit of the green barrel program) **(Citywide)**

Purpose and Recommendation

Council is requested to approve a contract to purchase one cross-over vehicle as an addition to the fleet as recommended.

The Fleet Services, and Solid Waste Management Departments, and Purchasing recommend awarding the contract to the single, responsive and responsible bidder, Courtesy Chevrolet at \$27,719.76.

Background / Discussion

This purchase is for a 2016 Chevrolet Traverse LS, 4-door, front-wheel drive, 8-passenger vehicle. The cross-over vehicle will have the space to accommodate the equipment and supplies necessary for the City's recycling education program events.

Solid Waste Management's Recycling and Outreach team provides recycling education throughout Mesa. Each event is unique and requires a variety of equipment and supplies to be transported to the recycling education site. At this time, Solid Waste does not have a vehicle that is properly equipped to transport all of the equipment and supplies necessary for these events, and often, staff has to take multiple vehicles, make multiple trips, or use personal vehicles for these recycling education events.

The bid was for a Chevy Traverse or Equal. The City sent the Request for Bids to 24 auto dealerships, including: Buick, Chevrolet, Dodge, Ford and GMC. A single bid response and a No Bid response were received. This may be due to this being a cross-over vehicle; not all manufacturers invest in building this type of vehicle; and the slim profit versus the response effort for just 1 unit. The MSRP for a 2015 Traverse is \$30,995.00. Courtesy Chevrolet's bid price is \$25,586.11, which after review was deemed fair and reasonable.

Alternatives

Council may choose not to authorize the purchase and new responses will be solicited.

Fiscal Impact

This purchase is funded, \$11,000.00 available from Solid Waste's education budget, and \$19,000.00 from additional revenues from an audit of green barrel program.

Coordinated With

Fleet Services, Solid Waste Management Department, and Purchasing

PURCHASING INFORMATION:

Action: Award

Procurement Type: Request for Bids

Solicitation Number: 2015207

Vendors Registered: ProcureAZ (337) and Vendor Self Service (24)

Advertising: Arizona Republic, Bid Net, ProcureAZ and Purchasing Website

Downloads: 6

Responses: 1 (and 1 No Bid)

Local Consideration: Not applicable as there were no Mesa responses.

Price: All pricing shall be firm for a minimum of six months except where otherwise provided by the specifications, and include all transportation, insurance and warranty costs.

Pricing Available to Other Cooperative Agencies: Yes

March 26, 2015 Single Response

Courtesy Chevrolet
Phoenix, AZ

\$25,586.11 (Recommended)

AWARD RECOMMENDATION

Courtesy Chevrolet
Phoenix, AZ

Description	
Quantity One – 2016 Chevrolet Traverse LS, Front-Wheel Drive, 4-Door, 8-Passenger (Model CR14526) per Terms and Conditions, Specifications and Bid Pricing offered	
Base	\$25,586.11
8.3% Sales Tax	<u>\$2,123.65</u>
Sub Total	\$27,709.76
\$10.00 Tire Tax	<u>\$10.00</u>
Total	<u>\$27,719.76</u>
<u>One</u> Replacement Vehicle, #1100 funded by Solid Waste's education budget and from additional revenues from an audit of the green barrel program. This vehicle will be replacing a Ford Sedan, #1140.	