

# **City Council Report**

Date: September 12, 2016

**To**: City Council

Through: Mike Kennington, Chief Financial Officer

**From**: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director

Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator

**Subject:** Purchase of One Replacement Mini Digger Derrick Truck with Extended

Reach for the Energy Resources Department (Funded by the Utility

Replacement Extension & Renewal Fund) (Citywide)

## **Purpose and Recommendation**

Council is requested to approve a contract to purchase a Mini Derrick Digger Truck as recommended.

The Fleet Services and Energy Resources Departments, and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidder, Nesco Rentals at \$153,093.60.

## **Background / Discussion**

This purchase will provide a mini digger derrick specialty truck for working in backyards and along backyard lot lines, in order, to safely reach longer distribution poles and higher mounted electric distribution equipment for Electric Utility installations. The existing unit does not have the capability to handle the City's larger poles.

The replacement mini digger derrick has extended reach and is equipped with an insulated telescopic 40' boom, pole claws, an auger, and an insulated aerial bucket lift attachment. Its narrow wheel base facilitates safe entry into restricted/limited access locations such as backyards and along backyard lot lines for setting poles, installing distribution transformers and equipment, and performing aerial work on overhead distribution facilities. The replacement mini digger derrick will also be used in restricted/limited access locations in emergency situations to stabilize and assist in the replacement of wood electric utility poles that are age deteriorated or damaged in storms. These emergency situations need to be safely remedied immediately to insure the safety of the public.

The vehicle purchase is part of the ongoing City of Mesa vehicle replacement program managed by Fleet Services. The new truck will replace a vehicle that has met replacement criteria that will be retired and sold at auction.

#### **Alternatives**

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

## **Fiscal Impact**

This purchase is funded by the Utility Replacement Extension & Renewal Fund.

## **Coordinated With**

Fleet Services, Energy Resources – Electric Utility and Purchasing

#### **PURCHASING INFORMATION**

Action: Award

Procurement Type: Request for Bids

Solicitation Number: 2016262

Vendors Registered: ProcureAZ (195) and Vendor Self Service (38)

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

Downloads: Not Available

Responses: 3 (1 Non Responsive)

Local Consideration: Not applicable as there were no Mesa responses

Protests Received: None

Initial Contract Term: Two years

Possible Renewals: Contract may be extended for a maximum of 6 months Additional Purchases: The City reserves the right to purchase additional Mini Digger Derrick trucks at the bid price for 12 months after the bid award date Prices: Future price increases are capped by the Producer Price Index

Pricing Available to Other Cooperative Agencies: Yes

## June 23, 2016 Responses

Nesco Rentals \$144,975.00 (Recommended)

Bluffton, IN SDP EZ Hauler 55MLP

Utility Crane & Equipment, Inc. \$168,011.00

Tolleson, AZ SKYLIFT S6000 Low Pro

Altec Industries, Inc.

Non-Responsive - failed to list chassis length and

St. Joseph, MO deviated from the number of idler wheels per side,

pin – bucket and boom tip height.

## **AWARD RECOMMENDATION**

## Nesco Rentals Bluffton, IN

## **Description**

Quantity 1 – Mini Digger Derrick Truck (SDP EZ Hauler 55MLP) per Agreement No. 2016262; Exhibits – Detailed Specifications, Pricing, Mesa Standard Terms and Conditions, and Technical Specifications and Questionnaire; Other Exhibits; Solicitation including any addenda; and Contractor Response

Base\$144,975.005.6% Use Tax\$8,118.60Total\$153,093.60

<u>One</u> Replacement Vehicle for Energy Resources – Electric Utility funded by the Utility Replacement Extension and Renewal Fund to replace #170.