



City Council Report

Date: December 5, 2016
To: City Council
Through: Nike Kennington, Chief Financial Officer
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject: One-Year Renewal of the Term Contract for Heavy Duty Truck Brake and Wheel Parts for the Fleet Services Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve the Renewal of the Term Contract for Heavy Duty Truck Brake and Wheel Parts as recommended.

The Fleet Services Department and Purchasing recommend authorizing the renewal with Arizona Brake & Clutch Supply, Inc.; FleetPride (a Mesa business); and Freightliner of Arizona; cumulatively not to exceed \$160,000.00 annually, based on estimated requirements.

Background / Discussion

This contract provides heavy duty truck brake and wheel parts for various pieces of rolling stock equipment owned by the City.

The City issued the original solicitation to most of the major chain auto parts stores, a total of 73 local and out of state companies received the Request for Bids. The City received ten responses, of which the three lowest, responsive and responsible vendors were recommended for award. These vendors met all the requirements and offered the lowest priced discount off the manufacturer list for parts.

All three vendors offered to renew the contract without a pricing increase and the City has been satisfied with each vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

On December 9, 2013, Council approved the initial three-year contract with two, one-year renewal options. This is the first, one-year renewal contract with a one-year renewal options remaining.

Alternatives

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

Fiscal Impact

The annual contract amount is available in the Fleet Services Department operating budget through the Fleet Internal Services Fund.

Coordinated With

Fleet Services Department and Purchasing

PURCHASING INFORMATION

Action: Renewal

Procurement Type: Request for Bids

Solicitation Number: 2014068

Responses Received: 10

Initial Contract Term: Three years

Renewal Term: One year

Renewal Terms Remaining: One-year renewal subject to future Council consideration

October 17, 2013 Responses

(Bid Tabulation available in Purchasing upon request)

Non-Responsive Bids received

General Parts Distribution LLC dba Carquest Auto Parts - Mesa, AZ

(Exceptions: S.15; S.17b; S.25; S.34; S.35; and S.38)

O'Reilly Automotive Stores Inc. dba O'Reilly Auto Parts - Springfield, MO

(Exceptions: S.24; S.35; and S.39; Detailed Specifications – Pricing Clause and Price Increase Request)

RENEWAL RECOMMENDATION

Description
Heavy Duty Truck Brake and Wheel Parts per Contract No. 2014068, Terms and Conditions, Specifications, and Pricing as offered
<i>Arizona Brake & Clutch Supply, Inc. – Phoenix, AZ</i> Sections 1 and 3
<i>FleetPride – Mesa, AZ</i> Sections 2, 4, 5, 6 and 7
<i>Freightliner of Arizona – Tolleson, AZ</i> Sections 8 and 9
Annual Contract Amount: <u>\$160,000.00</u> (cumulatively not to exceed, includes applicable taxes)