



City Council Report

Date: March 20, 2017
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 Sedan for the Police Department **(Funded by the Vehicle Replacement Fund) (Citywide)**

Purpose and Recommendation

Council is requested to approve the Purchase of One Replacement Sedan as recommended.

The Fleet Services, and Police Departments, and Purchasing recommend authorizing purchase from the contract with Berge Ford (a Mesa business) at \$25,415.36.

Background / Discussion

The vehicle that is being replaced has met established criteria and will be either traded, auctioned, sold, or deployed to special uses as part of the ongoing City of Mesa vehicle replacement program. The 2017 Ford Taurus SE will support Police Department operations.

The proposed vehicle is an additional purchase from a contract Council awarded on January 11, 2016 that allows additional purchases.

Alternatives

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

Fiscal Impact

This purchase is funded by the Vehicle Replacement Fund.

Coordinated With

Fleet Services Department, Police Department, and Purchasing

PURCHASING INFORMATION

Action: Purchase from an active contract

Procurement Type: Request for Bids

Solicitation Number: 2016055

Vendors Registered: ProcureAZ (307) and Vendor Self Service (65)

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

Responses: 2 responses (including 1 non-responsive) plus 1 No-Bid

Local Consideration: The Mesa bidder was already the lowest, responsive and responsible bidder. Calculating pricing by using Management Policy #214, removing 1.75% (Mesa TPT) for the purpose of bid evaluation was not necessary.

Contract Term: Contract will be in force for two years from the award date. Renewal prices for the second contract year shall be firm for a minimum of 180 days.

Additional Purchases: The City reserves the right to purchase additional Ford Taurus at the bid price for 12 months after the award.

Prices: Future price increases are capped by the Producer Price Index

Pricing Available to Other Cooperative Agencies: Yes

September 24, 2015 Responses

Quantity 3 – Ford Taurus vehicles at \$24,103.00 each, includes Warranty at \$910.00 each.

Berge Ford	\$72,309.00 (Awarded)
Mesa, AZ	\$71,043.59 – Mesa 1.75% TPT deduction applied

Non-Responsive Bid received from:

PFVT Motors, Inc. – Peoria, AZ

Failed to meet Warranty requirements.

No Bid received from:

Vanguard Truck Center of Phoenix – Phoenix, AZ

AWARD RECOMMENDATION

***Berge Ford
Mesa, AZ***

Description	
<u>Quantity 1</u> – 2017 Ford SE Taurus per Contract No. 2016055, Terms and Conditions, Specifications and Pricing (Contract Amendment 1 dated 1/25/2017)	
Base	\$22,638.00
8.05% Sales Tax	\$1,822.36
Tire Tax	\$5.00
Warranty– Non-Taxable	<u>\$950.00</u>
Total *	\$25,415.36
<u>One Replacement</u> for the Police Department funded by the Vehicle Replacement Fund. *Total does not include Vehicle Up-Fit Costs at <u>\$5,844.22</u> (LSH, contracted vendor at \$4,956.22 and Fleet Services at \$888.00.	