



# City Council Report

**Date:** May 7, 2018  
**To:** City Council  
**Through:** Michael Kennington, Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Matt Bauer, Procurement Administrator  
**Subject:** Purchase of One Replacement Asphalt Grinder for the Transportation Department as requested by the Fleet Services Department (**Funded by Local Streets Sales Tax) (Citywide)**

## Recommendation

Council is requested to approve the award as recommended.

The Fleet Services and Transportation Departments, and Purchasing recommend authorizing the purchase using the National Intergovernmental Purchasing Alliance / City of Tucson cooperative contract with Empire Southwest (a Mesa business) at \$419,732.76.

## Background / Discussion

The Transportation Department is requesting replacement of their Caterpillar asphalt grinder that is at the end of its service life. The existing asphalt grinder no longer meets Transportation's needs due to its smaller size and limited capabilities, and will be either traded, auctioned, sold, or deployed to special uses. Transportation staff researched and determined the Caterpillar PM 312 Cold Planer (CAT C9.3) meets their needs and safety requirements. The new model is larger and has increased capabilities. It will greatly improve productivity while meeting current and future needs for street maintenance.

The National IPA cooperative contract was competitively bid, meets procurement requirements and prices are competitive due to nationally based volume contract pricing. It is unlikely that competitive bidding would result in better pricing than through this cooperative contract. Mesa is eligible to utilize this contract as a National IPA cooperative member.

## Purchase Information

Action: Award  
Procurement Type: Cooperative Contract Use  
Contract Number: 2018170  
Contracting Agency/Contract Number: City of Tucson/161534  
Local Consideration: Policy did not apply to this procurement method  
Funding Source: The purchase is funded in the Transportation Department operating budget through the Local Streets Sales Tax Fund

## AWARD RECOMMENDATION

Quantity 1 – 2018 New Caterpillar PM312 Cold Planer (CAT C9.3) per Contract Nos. 2018170, National IPA / City of Tucson 161534, Quote dated 3/3/2018

Caterpillar List Price	\$485,577.00
National IPA 20% Discount	<u>(\$97,115.40)</u>
National IPA Contract Price	\$388,461.60
8.05% Sales Tax	<u>\$31,271.16</u>
<b>Total</b>	<b>\$419,732.76</b>

One Replacement for the Transportation Department funded by the Local Streets Sales Tax Fund.