

# **City Council Report**

Date: April 1, 2019

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

**Subject:** Three-Year Term Contract with Two Years of Renewal Options for Original

Equipment Manufacturer (OEM) Heavy-Duty Truck Parts and Repairs for the

Fleet Services Department (Citywide)

### Recommendation

Council is requested to approve the award as recommended.

The Fleet Services Department and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidders: Cummins, Inc. (a Mesa business); RWC International, LTD dba RWC Group; Rush Truck Centers of Arizona dba Rush Truck Center, Phoenix; and W.W. Williams Company LLC; at \$650,000 annually, with an annual increase allowance of up to 5% or the adjusted Producer Price Index.

## **Background / Discussion**

The Fleet Services Department provides maintenance and maintains a fleet of approximately 200 heavy-duty trucks. This contract will provide several vendors for Original Equipment Manufacturer (OEM) heavy-duty truck parts and service repairs. The contract will establish contracts for heavy-duty truck service labor rates and associated pricing required to complete repairs. The contract requires the vendor to be an authorized manufacturer representative of the services being quoted.

#### **Purchase Information**

Action: Award

Procurement Type: Request for Bids

Contract Number: 2019039

Local Consideration: The Mesa bidder was already the lowest, responsive and responsible

bidder

Protests Received: None

Initial Contract Term: Three years

Possible Renewals: Up to a maximum of two years, renewals subject to Administrative

review and approval

Funding Source: Fleet Services Department operating budget through the Fleet Internal

Services Fund

## September 26, 2018 Responses

Bid Tabulation available upon request\*

Cummins, Inc. Mesa, AZ Recommended – <u>Section 5</u> Cummins OEM Engine Repair Service

Rush Truck Centers of Arizona dba Rush Truck Center, Phoenix Tolleson, AZ Recommended – <u>Section 13</u> Peterbilt OEM Truck Repair Service

RWC International, LTD dba RWC Group Phoenix, AZ

Recommended – <u>Section 10</u> International (Navistar) OEM Truck and Engine Repair Service

W.W. Williams Company LLC Phoenix, AZ

Recommended – <u>Section 7</u> Detroit Diesel OEM Engine Repair Service, <u>Section 8</u> Freightliner OEM Truck Repair Service, and <u>Section 15</u> Sterling OEM Truck Repair Service