City Council Report

Date: November 4, 2019

To: City Council

Through: Michael Kennington, Deputy City Manager/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 General Motors OEM Auto and Light-Duty Truck Parts 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 bidder, Courtesy Chevrolet at $450,000 annually, with an annual increase allowance of up to 5% or the adjusted Producer Price Index.

Background / Discussion

This contract will provide General Motors (GM) genuine Original Equipment Manufacturer (OEM) parts to support the City's fleet of sedans, light duty trucks and vans. Fleet Services currently maintains a fleet of GM/Chevrolet vehicles including 101 automobiles and 472 vans and light duty trucks.

All parts must be new genuine OEM parts or remanufactured to OEM specifications unless otherwise ordered or accepted by the City. The vendor must be located within a 30-mile radius of the geographical center of Mesa (Broadway and Higley Roads).

Purchase Information

Action: Award
Procurement Type: Request for Bids
Contract Number: 2020018
Local Consideration: Did not result in a Mesa business being recommended for award of all or part of this award
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

August 15, 2019 Responses

Courtesy Chevrolet	$18,772.40 (Recommended)
Phoenix, AZ	

Earnhardt Buick GMC, Inc. $20,915.25
dba Earnhardt Buick GMC   *$20,496.94
    Mesa, AZ

Tex Chevrolet, Inc. $20,593.80
Earnhardt Chevrolet
    Chandler, AZ

*For evaluation, Mesa TPT deduction applied.