



City Council Report

Date: August 28, 2023
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Cooperative Contract Use for the Purchase of Two (2) Heavy-Duty Construction Trucks with Dump Bodies (Additions) for the Transportation Department (**Funded by the Local Streets Fund**) (**Citywide**)

Purpose and Recommendation

Council is requested to approve the award as recommended.

The Fleet Services and Transportation Departments and Purchasing recommend authorizing the purchase using the State of Arizona cooperative contract with Freightliner of Arizona, for \$601,189.62.

Background / Discussion

The two (2) Freightliner dump trucks will be additions to Transportation's Field Operations fleet. One (1) truck will support the new concrete work group and the other truck will support the asphalt work group. The dump trucks have the capacity to haul material and heavy equipment to job sites. Additionally, these dump trucks will be required to respond to storm-related emergencies to deliver equipment, haul sand, and haul off debris.

The State of Arizona cooperative contract has been competitively bid and meets the City's procurement requirements. Utilizing the State of Arizona contract allows the City to receive very competitive rates based on a formally solicited agreement. The City believes the cooperative pricing is fair and reasonable and soliciting for this product would not result in the City receiving more favorable pricing or terms. Freightliner confirmed they are only on the State of Arizona and Maricopa County contracts and pricing is the same for both contracts.

Purchase Information

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2024021
Quote Number: DE-02693 (7/5/2023)
Contracting Agency/Contract Number: Arizona Department of Administration/CTR041810

Local Consideration: Policy did not apply to this procurement method
 Protests Received: None
 Funding Source: Fleet Services Department budget through the Local Streets Fund

AWARD RECOMMENDATION

Two – 2025 Heavy-Duty Dump Trucks (Freightliner 114SD with Crysteel Dump Body) per Contract No. 2024021 and State Arizona Department of Administration/CTR041810

Freightliner 114SD Chassis (\$87,541.94/each)	\$175,083.88
Chassis Upgrades to accommodate Body (\$89,769.06/each)	\$179,538.12
16' Crysteel Dump Body by Norwood (\$97,012/each)	<u>\$194,024.00</u>
Base Sub-Total (\$274,323.00/each)	\$548,646.00
8.3% Sales Tax (\$22,768.81/each)	\$45,537.62
Tolleson Tax (\$25/each)	\$50.00
*Warranties (\$3,478/each)	<u>\$6,956.00</u>
Total (2 Dump Trucks at \$300,594.81/each)	<u>\$601,189.62</u>

*Warranties - Detroit Front Axle 3-Year/200K \$50/each; Cummins Engine 5-Year/200K \$1,750/each; Allison Transmission 5-Year \$973/each; Cummins X12 5-Year/200K Aftertreatment \$650/each; and Detroit Tandem Axle 3-Year/200K \$55/each.
Two Additions for the Transportation Department funded by the Local Streets Fund.