



City Council Report

Date: December 9, 2024
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Dollar Limit Increase to the Term Contract for Refuse Truck Body Repair Services for the Fleet Services Department **(Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Fleet Services Department and Procurement Services recommend increasing the dollar limit with American Equipment; AMREP Manufacturing, Co.; Balar Equipment; BTE Body Co.; Short Equipment; Spartan Truck Manufacturing; and Terrific Trucks and Equipment by \$500,000, from \$300,000 to \$800,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

The City of Mesa manages a fleet of over 80 refuse trucks that occasionally require repairs. The City performs in-house repairs but sometimes requires contractors to service its refuse trucks when Original Equipment Manufacture repairs are required or when City staff are unable to take on additional work. Refuse truck repairs are critical in providing continuous collection services to City of Mesa residents.

The dollar limit increase is needed due to rising costs required to maintain the aging refuse truck fleet.

This is a City of Phoenix cooperative contract which provides competitive pricing and meets the City of Mesa's procurement requirements.

Purchase Information

Action: Amendment
Procurement Type: Cooperative Contract Use
Contract Number: 2024135
Contracting Agency/Contract Number: City of Phoenix/#158791-0
Initial Contract Term: 4/15/2024 – 6/30/2026
Possible Renewals: Up to a maximum of two (2) years subject to Administrative review and approval
Funding Source: Fleet Services Department operating budget

Dollar Limit History

Original Award Amount – 4/15/2024:	\$300,000.00
This increase request:	<u>\$500,000.00</u>
New Annual Contract Amount:	\$800,000.00