



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: Six-Month Extension and Dollar Limit Increase to the Term Contract for Automobile Dealers Eligibility List for Citywide Departments as Requested by 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 Courtesy Auto of Mesa, LLC. dba Courtesy Chrysler Dodge Jeep Ram of Superstition Springs (a Mesa business); Courtesy Chevrolet; Larry H. Miller Ford (a Mesa business); Midway Chevrolet Company, LLC. dba Midway Chevrolet; PFVT Motors, LLC. dba Peoria Ford; and San Tan Auto Partners, LLC. dba San Tan Ford; by \$3,600,000, from \$9,400,000 to \$13,000,000 through March 31, 2025.

Background / Discussion

This contract provides a non-exclusive, pre-approved list of full-service auto dealers to provide the City price quotes on the purchase, delivery, warranties, and full-service maintenance (if needed) of new vehicles on an as-needed basis. Fleet Services and the Mesa Fire and Medical Department typically purchase new and replacement light-duty ½ ton, ¾ ton, 1-ton trucks, sedans, SUVs, minivans, and Police Patrol vehicles.

This contract is in the last year and has been extended by six (6) months to allow ample time to complete the solicitation for a new contract. The dollar limit increase is needed to cover planned vehicle purchases for the remaining term of the contract.

Purchase Information

Action: Amendment
Procurement Type: Request for Proposals
Contract Number: 2019195
Initial Contract Term: Three (3) years
Possible Renewals: None
Funding Source: Replacement vehicles funded by the Vehicle Replacement Fund. Various Funds and Sub Funds dependent on the City Department purchasing the vehicle

Dollar Limit History

Approved (Y5) Renewal Amount (11/28/2023):	\$9,400,000.00
This increase request:	<u>\$3,600,000.00</u>
New Contract Value though 3/31/2025:	\$13,000,000.00