

## **City Council Report**

Date: May 6, 2024

To: City Council

Through: Michael Kennington, Deputy City Manager/Chief Financial Officer

From: Edward Quedens, Business Services Director

Kristy Garcia, Procurement Administrator

**Subject:** Use of a Cooperative Contract for the Purchase of Three (3) Slurry Seal

Trucks (Two Replacements/One Addition) for the Transportation Department

(Local Street Sales Tax) (Citywide)

## **Purpose and Recommendation**

Fleet Services, the Transportation Department, and Procurement Services recommend authorizing the purchase using the Sourcewell cooperative contract with Rush Truck Centers of Arizona dba Rush Truck Center Phoenix at \$2,107,585.71, based on estimated requirements.

## **Background / Discussion**

This purchase will provide a total of three (3) Slurry Seal Trucks (two replacements and one addition). The two replacements will replace older slurry trucks that have reached the end of their useful life. The purchase of the one addition ensures the City will have adequate spares needed to support Transportation's pavement preservation maintenance program.

The Sourcewell cooperative contract has been competitively bid and meets the City's procurement requirements. Utilizing the Sourcewell contract allows the City to receive competitive rates based on a nationally solicited agreement. The City believes the price is fair and reasonable and soliciting for this product would not result in the City receiving more favorable pricing, terms, or competition. The local distributor, Rush Truck Centers, has confirmed that the Sourcewell contract offers the largest discount available on a cooperative contract for the purchase of these specific vehicles.

## **Purchase Information**

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2024121

Contracting Agency, Contract Number: Sourcewell, #060920-PMC Local Consideration: Policy did not apply to this procurement method

Funding Source: Transportation operating budget through Local Street Sales Tax

AWARD RECOMMENDATION	
Slurry Seal Truck (2025 Peterbilt 520 Chassis with VSS Macropaver 12-E LH Control's Body) per Contract No. 2024121	
Base Bid Price – Peterbilt 520 Chassis ( <u>One Unit</u> ) Less 25% Sourcewell Discount Sub Total (One Unit)	\$194,240.00 (\$48,560.00) \$145,680.00
Macropaver 12-E LH Body Factory Discounted Items Chassis Components Flooring and Local Items Subtotal (One Unit)	\$374,411.55 \$92,120.25 \$32,381.52 \$644,593.32
Tolleson Sales Tax @ 8.3% Tolleson Privilege and Excise Tax Tire Tax 5 Year Engine, Transmission, After Treatment Warranties Total (One Unit)	\$53,501.25 \$25.00 \$24.00 \$4,385.00 \$702,528.57
Total (3 Slurry Seal Trucks)	\$2,107,585.71

Two Replacements and One Additional Vehicle for the Transportation Department funded through Local Streets Sales Tax.