



City Council Report

Date: July 1, 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) Automated Side Loader Refuse Trucks (Replacement) for the Fleet Services and Solid Waste Department **(Funded by Utility Replacement Extension & Renewal Solid Waste Fund) (Citywide)**

Recommendation

Council is requested to approve the award as recommended.

The Fleet Services Department, Solid Waste 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 \$1,807,000 based on estimated requirements.

Background / Discussion

Three (3) of the automated side loaders in the Solid Waste Fleet have met the established replacement criteria. Due to the manufacturing lead times, the Fleet Services Department recommends ordering the replacement side loaders. The lead times for Solid Waste vehicles are improving but are still somewhat volatile. The estimated lead time is two (2) years.

The Solid Waste Fleet has standardized to the Peterbilt Chassis. The City's standardization is for technical training for Fleet Technicians for repairs on these vehicles. Since standardization, the City has recognized significant efficiency savings in labor, parts, and reduced downtime.

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 formally solicited agreement. Rush Truck Center - Phoenix, the local dealer, has confirmed that the Sourcewell contract offers the best pricing available. The City believes the price is fair and reasonable and soliciting for this product would not result in the City receiving more favorable pricing or terms.

Purchase Information

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2024179

Contracting Agency/Contract Number: Sourcewell/060920-PMC

Local Consideration: Policy did not apply to this procurement method

Funding Source: Utility Replacement Extension & Renewal Solid Waste Fund

AWARD RECOMMENDATION	
Quantity (3) – 2025 Peterbilt 520 Automatic Side Loader per Contract No. 2024179 and Sourcewell #060920-PMC	
Base Price	\$194,240.00
25% Discount	<u>-\$48,560.00</u>
Updated Base Price	\$145,680.00
Chassis Upgrade	\$107,772.87
Discount	<u>-\$2,748.47</u>
Updated Chassis Price	\$105,024.40
NEWWAY Sidewinder 33 Yard ASL Body	\$277,412.00
Local Items and Flooring	\$20,060.00
Warranty	<u>\$8,100.00</u>
Sub Total	\$556,276.40
Tolleson Step Tax	\$440.00
8.3% Tolleson Sales Tax	\$45,083.64
Arizona Tire Tax	\$24.00
Document Fee	\$250.00
Total for one (1) Unit	\$602,074.04
Total for three (3) Units	\$1,806,222.12