

## **City Council Report**

**Date**: March 17, 2025

**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 Two Utility Service Body

Crew Trucks (Replacements) for the Fleet Services and Water Resources

Departments (Citywide)

## Recommendation

Council is requested to approve the award as recommended.

The Fleet Services and Water Resources Departments and Procurement Services recommend authorizing the purchase using the State of Arizona cooperative contract with Freightliner of Arizona, LLC at \$622,000 based on estimated requirements.

## **Background / Discussion**

The Water Resources Department is requesting two water utility crew trucks to replace two that have met the end of their useful life. These crew trucks are used by Water Utility Services to transport tools, equipment, backhoes, excavators, and heavy equipment trailers to complete water line repairs throughout the City.

The State of Arizona cooperative contract has been competitively bid and meets the City's procurement requirements. Utilizing the State of Arizona's contract allows the City to receive competitive rates based on a formally solicited agreement. The City believes the price is fair and reasonable and soliciting for these products would not result in the City receiving more favorable pricing or terms.

## **Purchase Information**

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2025152

Contracting Agency/Contract Number: State of Arizona/#CTR069472 Local Consideration: Policy did not apply to this procurement method

Initial Contract Term: 03/17/2025 - 01/17/2026

Possible Renewals: None

Funding Source: Water Resources Utility Replacement Extension & Renewal

AWARD RECOMMENDATION	
Quantity (2) – 2026 Freightliner M2106 Plus Knapheide Utility Service Body	
Base Price	\$115,181.00
State of Arizona Discount (20%)	<u>(\$23,036.20)</u>
Sub Total	\$92,144.80
Chassis Upgrades	\$47,679.20
Knapheide Utility Service Body	\$142,333.78
Sub Total	\$190,012.98
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Warranties	\$5,262.00
8.3% Tolleson Sales Tax	\$23,419.10
Additional Tolleson Tax	\$25.00
Tire Tax	<u>\$12.00</u>
Sub Total	\$28,718.10
Total for one (1) Unit – 2026	\$310,875.88
Total for two (2) Units – 2026	\$621,751.75

Replacement for Crew Trucks 1946 and 1947