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DEPARTMENT OF FINANCE

CITY OF SACRAMENTO CALIFORNIA

5730 24TH STREET BUILDING FOUR SACRAMENTO, CA 95822-3699

PROCUREMENT SERVICES DIVISION

June 12, 2003

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PS:Admin:03-31:RBH:DK:mh

City Council Sacramento, California

Honorable Members in Session

SUBJECT: PURCHASE OF 11 DUMP TRUCKS WITH 8 TO 10 YARD CAPACITY

LOCATION AND COUNCIL DISTRICT: Citywide

RECOMMENDATION:

Staff recommends that the City Council authorize the purchase of 11 dump trucks with 8 to 10 yard capacity, utilizing cooperative purchasing based on a County of Sacramento contract, and direct the City Manager to execute the purchase from Western Truck Parts and Equipment Company, LLC, in the amount of \$880,913.33.

CONTACT PERSONS: Robert Summersett, Fleet Superintendent, 433-6309 Dennis Kerhulas, Senior Buyer, 433-6242

FOR COUNCIL MEETING: June 24, 2003

SUMMARY:

This report recommends that the City Council authorize the purchase of 11 dump trucks with 8 to 10 yard capacity, utilizing cooperative purchasing based on a County of Sacramento contract, and direct the City Manager to execute the purchase from Western Truck Parts and Equipment Company, LLC, in the amount of \$880,913.33.

BACKGROUND:

The Maintenance Services Division, Fleet Operations, has a requirement to purchase 11 dump trucks with 8 to 10 yard capacity. These trucks will be used as replacements and new additions for Public Works and Utilities Departments. On March 4, 2003, the County of Sacramento awarded a contract,

resulting from Request for Bid No. RFB 5876, to Western Truck Parts and Equipment Company, LLC, for the purchase of four 8-10 yard dump trucks. Staff recommends that through cooperative purchasing, the County contract be utilized to purchase the City's current requirement of 11 dump trucks with 8 to 10 yard capacity.

On June 20, 2002, City Procurement Services issued a purchase order for the purchase of a single dump truck with 8 to 10 yard capacity based on a previous cooperative purchase with the County of Sacramento. The unit cost including sales tax was \$81,920.17. The unit cost including sales tax based on the County's current contract is \$80,083.03 and is \$1,837.14 lower than the previous award. Fleet Operations did further market research and determined that the pricing offered under the County contract is very favorable. They also found that discounts offered under the County's contract will no longer be available in future offers to the County or City.

Additionally, Fleet Operations has determined that the engines specified in the County's contract meet Fleet Operations' and the using departments' requirements, as well as the U.S. EPA 2.5 grams of NOx per horsepower hour diesel engine emission standard for 2004.

Based on the competitive pricing of the Sacramento County contract, staff recommends that the City Council authorize the purchase of 11 vehicles from Western Truck Parts and Equipment Company, LLC, 1441 Richards Blvd., Sacramento, CA 95814, in the total amount of \$880,913.33.

FINANCIAL CONSIDERATIONS:

Funds will come from the Fleet Operations Vehicle Replacement Fund for nine vehicles. Funding for two additional vehicles will come from Water Distribution and Wastewater Collection funds.

ENVIRONMENTAL CONSIDERATIONS:

The current project has been determined to be exempt from the requirements of the California Environmental Quality Act (CEQA), under Section 15061(b)(3), which states that CEQA applies only to projects that have the potential for causing a significant effect on the environment. The current project involves the purchase of only dump trucks with 8 to 10 yard capacity. Therefore, it can be seen with certainty that there is no possibility that the activity may have a significant effect on the environment.

POLICY CONSIDERATIONS:

This recommendation is in accordance with the provisions of Section 3.56.240 of the City Code, Cooperative Purchasing Agreements, which authorizes the purchase of supplies or services through legal contracts of other governmental jurisdictions or public agencies without separate competitive bidding by the City.

ESBD CONSIDERATIONS:

Western Truck Parts and Equipment Company is not an E/SBE firm.

Respectfully Submitted,



Robert B. Holbrook
Procurement Services Manager

RECOMMENDATION APPROVED:



ROBERT P. THOMAS
City Manager