



**PURCHASING ITEM  
FOR  
COUNCIL AGENDA**

**MEMO NO. ST11-024**

**1. Agenda Item Number:**

**24**

**2. Council Meeting Date:**

May 26, 2011

**TO: MAYOR & COUNCIL**

**3. Date Prepared:** April 1, 2011

**THROUGH: CITY MANAGER**

**4. Requesting Department:** Transportation & Development

**5. SUBJECT:** Approval to use Houston Galveston Area Cooperative (HGAC) for the purchase of a street sweeper from Schwarze Industries to be delivered by Balar Equipment Corporation of Phoenix in an amount not to exceed \$248,605.88.

**6. RECOMMENDATION:** Recommend approval to use Houston Galveston Area Cooperative for the purchase of a street sweeper from Schwarze Industries to be delivered by Balar Equipment Corporation of Phoenix in an amount not to exceed \$248,605.88.

**7. BACKGROUND/DISCUSSION:** On February 22, 2011 Maricopa Association of Governments (MAG) Regional Council approved the prioritized list of proposed PM-10 certified street sweeper purchases for fiscal year 2011. The City of Chandler was informed that our sweeper was authorized for grant funding. This sweeper meets all current MAG environmental requirements. The grant amount is a maximum of \$234,435.

This sweeper will be a replacement for an older PM-10 compliant sweeper that will be used for arterial roadway sweeping in the City of Chandler. Balar Equipment Corporation of Phoenix, Arizona is the local distributor of street sweepers by Schwarze Industries. The old sweeper has developed an increased maintenance cost, and additional service repair charges over the past year, and has become less cost efficient. The old sweeper will be turned in and disposed of in accordance with MAG requirements.

**8. EVALUATION PROCESS:** The requested equipment has been bid by the Houston Galveston Area Cooperative and awarded to Schwarze Industries. The street sweeper will be delivered by Balar Equipment Corporation in Phoenix, Arizona. By using this contract the City will save costs and time of the bid process. A purchase order will be used as the contract.

**9. FINANCIAL IMPLICATIONS:**

Cost: \$248,605.88

Savings: \$234,435.00

Long Term Costs: General maintenance costs of approximately \$4,400/year

Fund Source:

Acct Name	Fund	Program Name	CIP funded	Amount
217.3350.0000.6310.ST0248	MAG Grant	CMAQ	N/A	\$234,435.00
712.3350.0000.6310	CAPS	Motor Vehicles	N/A	\$ 14,170.88

**10. PROPOSED MOTION:** Move to approve Houston Galveston Area Cooperative for the purchase of a street sweeper from Schwarze Industries to be delivered by Balar Equipment Corporation of Phoenix in an amount not to exceed \$248,605.88.

**APPROVALS**

**11. Requesting Department**

*[Signature]*  
Daniel W. Cook, Transportation Manager

**13. Department Head**

*[Signature]*  
R.J. Zeder, Transportation & Development Director

**12. Procurement Officer**

*[Signature]* for  
Mike Mandt

**14. City Manager**

*[Signature]*  
Rich Dlugas, City Manager