



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

13

2. Council Meeting Date:
June 9, 2016

TO: MAYOR AND COUNCIL

3. Date Prepared: May 24, 2016

THROUGH: CITY MANAGER

4. Requesting Department: Fire, Health & Medical

5. **SUBJECT:** Amendment No. One to Agreement No. FD5-060-3485 for Schwarze Street Sweeper Parts and Service

6. **RECOMMENDATION:** Staff recommends City Council approve Amendment No. One to Agreement No. FD5-060-3485, with Balar Equipment Corporation, for Schwarze street sweeper parts and service, in an amount not to exceed \$100,000, for one year.

7. **BACKGROUND/DISCUSSION:** The City operates 10 street sweepers manufactured by Schwarze, Tymco, and Elgin. Street sweepers are technically complex vehicles with specialized components. Maintenance requires replacing parts that wear out during normal operation. Most of these parts are proprietary and available through just one distributor. Occasionally there is a need for troubleshooting, or a service procedure that requires specialized diagnostic equipment to be used. In these rare cases a maintenance service provider must be used.

8. **EVALUATION PROCESS:** On July 9, 2015, City Council approved Agreement No. FD5-060-3485, with Balar Equipment Corporation, for Schwarze street sweeper parts and service, for a one-year period, with the option of up to four one-year extensions. Balar Equipment Corporation has agreed to the first extension at the same terms, conditions, and pricing. Staff recommends extension of this Agreement for the term of August 1, 2016, through July 31, 2017.

9. FINANCIAL IMPLICATIONS:

Cost:	\$100,000			
<u>Acct. No.:</u>	<u>Fund:</u>	<u>Program Name:</u>	<u>Funded:</u>	<u>Funds:</u>
101.0000.1512	General Fund	Inventory	FY16/17	\$100,000

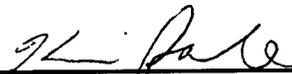
Auto parts purchased using the inventory account will be charged to the end user's vehicle maintenance account at the time of installation.

10. **PROPOSED MOTION:** Move City Council approve Amendment No. One to Agreement No. FD5-060-3485, with Balar Equipment Corporation, for Schwarze street sweeper parts and service, in an amount not to exceed \$100,000, for one year.

Attachments: Amendment No. One

APPROVALS

11. Requesting Department


Kevin Gale, Fleet Manager

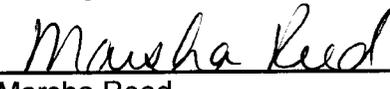
13. Department Head


Thomas Dwiggins, Fire Chief

12. Procurement Officer


Mike Mandt

14. City Manager


Marsha Reed

AMENDMENT NUMBER ONE
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
BALAR EQUIPMENT CORPORATION
FOR SCHWARZE SWEEPER PARTS AND SERVICE
AGREEMENT NO. FD5-060-3485

This Amendment No. One to that certain Agreement between the City of Chandler (City), and Balar Holding Corporation dba Balar Equipment Corporation (Contractor), for Schwarze Sweeper Parts and Service, dated August 11, 2015, is entered into this ____ day of _____, 2016.

WHEREAS, the parties entered into Agreement for a one-year term with provisions to extend for up to four additional one-year periods.

WHEREAS, the parties agree to extend the Agreement for the first one-year extension.

NOW THEREFORE, the parties agree as follows:

1. Section 5, This Agreement is hereby extended for a one-year period, August 1, 2016 through July 31, 2017.
2. Section 4.1, City shall pay Contractor the per-unit cost as set forth in Exhibit B, in an amount not to exceed \$100,000, attached to the original agreement and made a part hereof by reference.
3. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this ____ day of _____, 2016.

CITY OF CHANDLER:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney

ATTEST:

City Clerk

CONTRACTOR:

By: Mart E. Spaulding
Title: President

ATTEST: (If corporation)
Pete
Secretary

WITNESS: (If individual or Partnership)

[SEAL]