



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

25

2. Council Meeting Date:

July 26, 2007

TO: MAYOR & COUNCIL

3. Date Prepared: July 6, 2007

THROUGH: CITY MANAGER

4. Requesting Department: Management Services

5. SUBJECT Extend contract FS5-060-2112 for purchase of aftermarket and Original Equipment Manufacturer (OEM) automotive and equipment parts to Carquest, T and T Napa, Arizona Brake and Clutch, Interstate Batteries, Norwood Equipment, Freightliner Sterling Western Star of Arizona, Frontier Equipment, Thorobred Chevrolet, Earnhardt Dodge, The Light House, United Fire, Earnhardt Ford, and RDO Equipment, in a combined amount not to exceed \$450,000.

6. RECOMMENDATION Recommend extension of contract FS5-060-2112 for purchase of aftermarket and OEM automotive and equipment parts to Carquest, T and T Napa, Arizona Brake and Clutch, Interstate Batteries, Norwood Equipment, Freightliner Sterling Western Star of Arizona, Frontier Equipment, Thorobred Chevrolet, Earnhardt Dodge, The Light House, United Fire, Earnhardt Ford, and RDO Equipment, in a combined amount not to exceed \$450,000.

7. HISTORICAL BACKGROUND/DISCUSSION The City's Fleet Services Division and Fire Department have an ongoing requirement to repair vehicles and equipment in the City's fleet. The requested contract will provide both aftermarket and OEM automotive and equipment parts for necessary repairs.

8. EVALUATION PROCESS In August of 2004, City Council awarded contract FS5-060-2112 for the purchase of aftermarket and OEM automotive and equipment parts. The contract was awarded for a one-year term with provisions to extend four additional one-year periods. Staff is recommending that the contract be extended for the third year. All pricing is based on a discount from manufacturer's list price. All suppliers except the battery supplier have agreed to extend the contract based on the current price structure. The battery supplier has provided a new price structure due to increased raw material costs.

The following companies are recommended for extension.

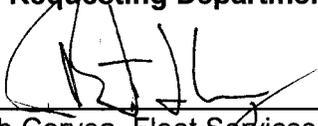
<u>Dealer</u>	<u>Items awarded</u>
Carquest	All categories of aftermarket parts
T and T Napa	All categories of aftermarket parts
Arizona Brake and Clutch	Aftermarket heavy duty brakes
Interstate Batteries	Batteries
Norwood Equipment	Athey, Broom Bear, Vactor and Elgin equipment parts
Thorobred Chevrolet	General Motors OEM parts
Earnhardt Dodge	Chrysler OEM parts
Earnhardt Ford	Ford OEM parts
The Light House	Code 3 vehicle lighting
United Fire	Elkhart and Hale OEM parts
RDO Equipment	John Deere OEM parts
Freightliner Sterling Western Star	Heavy Duty Brakes and Caterpillar, Cummins, Detroit Diesel, Freightliner, Steling, Mercedes Benz OEM parts
Frontier Equipment	Pnumax, Saulsbury, Simon Duplex, Spartan, Emergency One OEM parts

9. FINANCIAL IMPLICATIONS: Funds for the Fire Department's portion of the requested supplies are available and will come from various Fire Department Fleet accounts in the amount of \$75,000. The Fleet Services portion of the requested supplies will be billed to individual cost centers as repairs are completed. Based on historical usage, Fleet Services anticipates spending \$375,000 under the resultant contracts.

10. PROPOSED MOTION: Move to extend contract FS5-060-2112 for the purchase of aftermarket and OEM automotive and equipment parts to Carquest, T and T Napa, Arizona Brake and Clutch, Interstate Batteries, Norwood Equipment, Freightliner Sterling Western Star of Arizona, Frontier Equipment, Thorobred Chevrolet, Earnhardt Dodge, the Light House, United Fire, Earnhardt Ford, and RDO Equipment, in a combined amount not to exceed \$450,000.

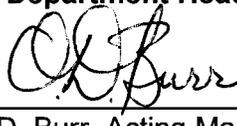
APPROVALS

11. Requesting Department ,



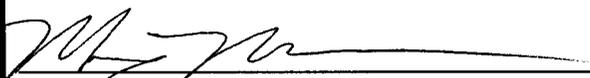
Rob Coryea, Fleet Services Manager

12. Department Head



O. D. Burr, Acting Management Services Director

13. Procurement Officer



Mike Mandt

14. City Manager



W. Mark Pentz