

# Agenda Report

September 19, 2016

**TO:** Honorable Mayor and City Council  
**FROM:** Department of Public Works  
**SUBJECT: AUTHORIZE PURCHASE ORDER WITH MAR-CO EQUIPMENT COMPANY FOR PURCHASE OF ONE REPLACEMENT TYMCO COMPRESSED NATURAL GAS STREET SWEEPER FOR AN AMOUNT NOT TO EXCEED \$309,329**

## **RECOMMENDATION:**

It is recommended that the City Council:

1. Find that this action is exempt under the California Environmental Quality Act (CEQA) in accordance with Section 15061(b)(3), the General Rule that CEQA only applies to projects that may have an effect on the environment;
2. Authorize a purchase order contract with MAR-CO Equipment Company for the purchase of one TYMCO compressed natural gas street sweeper vehicle for an amount not to exceed \$309,329. Competitive Bidding is not required pursuant to City Charter Section 1002(H) contracts with other governmental entities or their contractors for labor, materials, supplies or services; and
3. It is further recommended that the City Council grant the proposed purchase order contract an exemption from the Competitive Selection process pursuant to Pasadena Municipal Code Section 4.08.049(B) contracts for which the City's best interests are served.

## **BACKGROUND:**

The Department of Public Works, Street Maintenance and Integrated Waste Management (SWIWM) Division needs to replace one street sweeper (equipment number 01959). The sweeper being replaced is a 12-year old vehicle with 73,840 miles which has exceeded its useful life. Upon delivery of the replacement sweeper, this sweeper will be sent to auction per City policy. The estimated salvage value of \$2,000 will be returned to the Fleet Replacement Fund. Attachment A contains the vehicle condition report.

The City requires street sweepers that are durable, efficient and reliable. The proposed TYMCO 600 model is a regenerative-air street sweeper that is versatile and works in both commercial and residential areas. This model operates quietly, which is ideal for cleaning streets in areas of the City that are sensitive to sound. The SMIWM Division currently utilizes four TYMCO 600 model street sweepers. This replacement sweeper includes a 12 month or 1,000 hour warranty (parts and labor). Additionally, the compressed natural gas (CNG) engine is protected by a manufacturer's warranty for a period of three years or 2,500 hours (parts and labor). MAR-CO Equipment Company (MAR-CO) provides an additional year to this warranty, for a total CNG engine warranty (parts and labor) of four years or 3,500 hours. MAR-CO will deliver the vehicle within 150 days after receipt of the order.

The City of Brawley, California recently completed a competitive bidding process for the purchase of one CNG street sweeper and received proposals from two vendors (Municipal Maintenance Equipment of Sacramento, CA, and MAR-CO Equipment Company of Pomona, CA). The award was made to the lowest responsible/responsive bidder, MAR-CO Equipment Company. The City of Brawley executed a purchase order (Number 00001725) with MAR-CO Equipment Company for the purchase of one TYMCO Model 600 at a purchase price of \$283,788. MAR-CO has offered to extend this price to the City of Pasadena. The full purchase price to the City including applicable sales tax is \$309,329 for one sweeper.

The City of Pasadena has been doing business with this vendor since 1998, including issuance of purchase orders for vehicles, parts, and supplies, for a total amount of approximately \$1.7 million. This includes the purchase of two CNG street sweepers in 2016 for \$618,658.

Purchasing the requested vehicle from MAR-CO is in the City's best interest as it reduces the amount of time required to take delivery of new equipment, eliminates the need to prepare bid specifications, review proposals, and award a competitive bid.

**COUNCIL POLICY CONSIDERATION:**

This purchase is consistent with the City Council's goals to increase conservation and sustainability, maintain fiscal responsibility and stability, and ensure public safety. Additionally, this purchase complies with United Nations Urban Environmental Accords Action 14, purchase of advanced emission controls on all public fleets to reduce particulate matter and smog-forming emissions by 50 percent by the year 2012.


**ENVIRONMENTAL IMPACT:**

This purchase complies with all South Coast Air Quality Management District rules and regulations for engine emissions and clean air standards in the South Coast Air Basin.


**FISCAL IMPACT:**

The cost of this action is \$309,329. Funding will be addressed by the utilization of existing budgeted appropriations in the Fleet Maintenance Replacement Fund (account 850500-50322060). It is anticipated that the entire cost will be spent during the current fiscal year. Indirect and support costs such as maintenance and repair are anticipated to be \$200,000 over the lifecycle of the vehicle and will be addressed annually by utilization of existing budgeted appropriations in the Department of Public Works operating budget account 861600-40622027.

Respectfully submitted,

  
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Director of Public Works

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Attachment A – Vehicle Condition Report