

# Agenda Report

June 28, 2004

**To:** City Council  
**From:** City Manager  
**Subject:** Authorization to Purchase Two Stake-Bed Trucks from Victor Buick-GMC Truck, Inc. in the Amount of \$84,677.41

## Recommendation

It is recommended that the City Council:

- (i) Accept the bid dated June 8, 2004 from Victor Buick-GMC Truck, Inc. in response to a specification for two 18-foot stake-bed trucks for the Water and Power Department;
- (ii) Reject all other bids; and
- (iii) Authorize the Purchasing Administrator to issue a purchase agreement to affect the above purchases in the amount of \$84,677.41.

## Background

The Water and Power Department, Water Division currently has one mainline crew that replaces approximately three miles of water mains annually. In fiscal year 2002-03, the water main replacement program goal was increased to six miles annually. The goal was again increased to eight miles for fiscal year 2003-04. The goal for fiscal year 2004-05 will be eleven miles, with additional increases in future years.

To meet the increased goals in the last two fiscal years, the Water Division supplemented the City crew main replacements with outside contracts. In order to meet the annual water main replacement goal in fiscal year 2004-05, the Water Division will continue to use outside contracts, but will also need to expand from one City mainline crew to two. The additional personnel was approved by the City Council in fiscal year 2003-04 budget.

In order for the additional water mainline crews to be fully operational, additional equipment will be necessary. The Notice Inviting Bids for the two 18-foot stakebed trucks was issued on May 22, 2004.

In response to the Notice of Bids, five companies submitted bids for the two 18 foot stakebed trucks. The responses were as follows:

<u>Bidders</u>	<u>Total Bid Price</u>
Victor Buick-GMC Truck, Inc.	\$84,677.41
West Covina Motors, Inc.	\$87,588.91
Rush Enterprises	\$89,145.27
Reynolds Buick/Pontiac/GMC Trucks	\$91,264.33
Lake Chevrolet	\$101,937.87

Victor Buick-GMC Truck, Inc. is the lowest responsive bidder and complies in all respects with the requirements of the specification. Staff recommends that the City Council award a purchase agreement to Victor Buick-GMC Truck, Inc. for an amount not to exceed \$84,677.41.


Victor Buick-GMC Truck, Inc. is in compliance with the Competitive Bidding in Contracting Ordinance P.M.C. 4.08.

**Fiscal Impact**

Funds for the equipment are available in the Water Divisions Operating Budget Account Number 8505-402-883000-0692.


ATTACHMENT

Respectfully submitted,



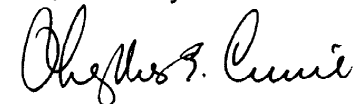
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