

Agenda Report

January 28, 2019

TO: Honorable Mayor and City Council
FROM: Department of Public Works
SUBJECT: AUTHORIZE PURCHASE ORDER CONTRACT WITH 72 HOUR LLC FOR PURCHASE OF ONE REPLACEMENT FREIGHTLINER AERIAL CHIPPER TRUCK FOR A TOTAL OF \$256,918

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 72 Hour LLC for the purchase of one replacement Freightliner aerial chipper truck in an amount not to exceed \$256,918. 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. 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, Parks and Natural Resources Division is responsible for the maintenance of over 60,000 street trees. Maintenance is performed on an ongoing basis and includes pruning trees, hauling chipped material, and responding to calls regarding downed trees and limbs. Such work is performed by field staff on an ongoing basis with the assistance of assorted equipment and vehicles.

One of the vehicles currently used for this work is eligible for replacement. The vehicle being replaced is a 20-year old 55-foot aerial chipper truck which has exceeded its useful life. The truck replacing this unit is a newer model of the existing vehicle being used. Replacing this vehicle eliminates the need for costly repairs due to the age and condition of the vehicle. Upon delivery of the replacement truck, the existing unit will be sent to

auction per City policy and the salvage value will be returned to the Fleet Replacement Fund. Attachment A contains the Vehicle Condition Report.

Sourcewell, formerly known as the National Joint Powers Alliance, is a national municipal contracting agency which establishes and provides nationally leveraged and competitively solicited purchasing contracts that can be utilized by member agencies such as the City of Pasadena. In December 2016, Sourcewell issued a Request for Proposals for Vehicles, Cars, Vans, SUVs, and Light Trucks with Related Equipment, Accessories, and Services. Three submissions were received and evaluated by the Sourcewell selection committee. Submissions were scored on a weighted scale of eight different criteria, with pricing being the most heavily weighted. The submission from 72 Hour LLC scored the highest out of the three respondents with 862 points out of a possible 1,000, and was awarded a contract through January 2021.

Purchasing the requested vehicle utilizing the Sourcewell contract is in the City's best interest as it reduces the amount of time required to take delivery of new equipment and eliminates the need to solicit for items that are already competitively priced. There are no vendors located in Pasadena that provide this equipment. Lastly, the fact that Sourcewell awarded its contract through a competitive process, with price as the main factor, ensures the cost competitiveness of the purchase.

The vendor, 72 Hour LLC, has agreed to extend the contract prices, terms, and conditions of this contract to the City of Pasadena for the purchase of one new 2019 M2 112 Freightliner Cab and Chassis with Terex XTPRO 56 Model Aerial Chipper Body using the Sourcewell contract #120716-NAF. The vehicle will be delivered within 300 days after receipt of the order.

COUNCIL POLICY CONSIDERATION:

By providing the Department of Public Works with the proper equipment to perform its function, the proposed purchase furthers the City Council's Strategic Plan goals to ensure public safety and increase conservation and sustainability.

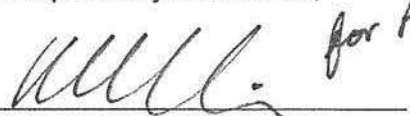
ENVIRONMENTAL IMPACT:

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 basin.


FISCAL IMPACT:

The cost of this action is \$256,918. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the Fleet Replacement Fund, budget account 850500-50322060. Indirect and support costs such as maintenance and repair are anticipated to be \$145,000 over the lifecycle of the vehicle and will be addressed annually by utilization of existing budgeted appropriations in the Public Works – Parks and Natural Resources Department operating budget account 861600-10122037.

Respectfully submitted,


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Director of Public Works

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Approved by:


STEVE MERMELL
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Attachment A – Vehicle Condition Report