# REQUEST FOR COUNCIL ACTION



#### CITY COUNCIL MEETING DATE:

**NOVEMBER 17, 2020** 

TITLE:

AWARD PURCHASE ORDER IN AN AMOUNT NOT TO EXCEED \$157,972 TO FAIRWAY FORD SALES INC. FOR FIVE FORD SUPER DUTY F250 HD TRUCKS (SPECIFICATION NO. 20-114) (NON-GENERAL FUND)

/s/ Kristine Ridge
CITY MANAGER

CLERK OF COUNCIL USE ONLY:
APPROVED  As Recommended As Amended Ordinance on 1st Reading Ordinance on 2nd Reading Implementing Resolution Set Public Hearing For
CONTINUED TO
FILE NUMBER

## **RECOMMENDED ACTION**

Authorize a one-time purchase and payment of purchase order to Fairway Ford Sales Inc., for five Ford Super Duty F250 HD trucks in the amount of \$152,972, plus a contingency of \$5,000 for a total amount not to exceed \$157,972, subject to non-substantive changes approved by the City Manager and City Attorney.

## **DISCUSSION**

The Public Works Agency's Maintenance Services Division is in need of five new full-size trucks to replace the existing aging fleet of work trucks. The vehicles are utilized daily to conduct field inspections, and move heavy equipment, tree trunks, debris, and rubbish. The vehicles have also been crucial in responding to homeless related request for services in locations with challenging terrain, including the Santiago Creek and railroads. In addition, the vehicles are vital when deployed as part of the City's emergency response to storms, wind events, flooding and after hour's emergency service calls.

The existing vehicles are 2008 models or older and have reached the end of their useful lifecycle. Due to their heavy use and age, the trucks are unreliable, often break down, and require costly repairs. Furthermore, the vehicles exceed the recommended Equipment Lifecycle Guidelines, earning a "terrible" rating based on industry standards from the Municipal Equipment Maintenance Association, the National Association of Fleet Administrators, and the American Public Works Association.

A Notice Inviting Bids was advertised on August 28, 2020, on the City's online bid management and publication system. A summary of the bid invitation and bids received is as follows:

Award Purchase Order for Ford Super Duty F250 November 17, 2020 Page 2

438 Vendors were notified

20 Santa Ana vendors were notified

11 Vendors downloaded the bid packet

4 Bids received

1 Bid received from Santa Ana vendors

Four bids were received, opened on September 21, 2020, and evaluated. After evaluation, two of the four bids received were determined to be responsive (Exhibit 1). The bids deemed nonresponsive offered pricing on alternative vehicle models. The results of the responsive bids are as follows:

Vendor	<u>Location</u>	<u>Amount</u>
Fairway Ford Sales, Inc.	Placentia, CA	\$30,594.38
Fritts Ford	Riverside, CA	\$30,607.53

Staff recommends authorizing a one-time purchase and payment of purchase order to Fairway Ford Sales Inc. as the firm's bid is responsive to the specifications and meets the City's requirements.

### **FISCAL IMPACT**

Funds in the amount of \$157,972 are available for expenditure in FY 2020-21 as follows:

Fiscal	Accounting	Fund	Accounting Unit,	Amount
Year	Unit-Account #	Description	Account Description	
2020-21	06817640- 66400	Sanitation Fund	Public Works- Environment/Sanitation, Machinery & Equipment	\$157,972
			Total:	\$157,972

Fiscal Impact Verified By: Kathryn Downs, CPA, Executive Director – Finance and Management Services Agency

Submitted By: Nabil Saba, P.E., Executive Director, Public Works Agency

Exhibit: 1. Abstract of bids

Bid Results for Ford Super Duty F250 HD Truck for Environmental Sanitation

Bid No. 20-114

Issued on: 08/28/2020

Bid Due on: 09/21/2020

			Chevy Alternative	Chevy Alternative
Item Description	Fairway Ford Sales Inc Placentia, CA	Fritts Ford Riverside, CA	Guaranty Chevrolet Motors Inc Santa Ana, CA	Penske Chevrolet Cerritos, CA
1 Ford Super Duty F250 HD Model Year 2021 or Newer	\$27,996.00	\$24,612.34	\$29,716.73	\$28,690.00
2 Tool Storage Box as specified	\$0.00	\$802.00	\$800.00	\$800.00
3 Lighting Modification as specified	\$0.00	\$2,585.00	\$3,290.00	\$2,550.00
4 Documentation Fee	\$0.00	\$0.00	\$85.00	\$30.00
5 9.25% Sales Tax	\$2,589.63	\$2,589.94	\$3,134.99	\$2,966.48
6 Subtotal	\$30,585.63	\$30,589.28	\$37,026.72	\$35,036.48
7 Destination and Delivery (Non Taxable)	\$0.00	\$0.00	\$0.00	\$50.00
8 California Tire Fee (Non Taxable)	\$8.75	\$8.75	\$8.75	\$8.75
9 Misc. Fees (Non Taxable)	\$0.00	\$9.50	\$30.00	\$0.00
10 Total Price per vehicle	\$30,594.38	\$30,607.53	\$37,065.47	\$35,095.23
11 1% Local Vendor Preference	N/A	N/A	\$370.65	N/A
12 Final Bid Amount as Determined by Basis of Award	\$30,594.38	\$30,607.53	\$36,694.81	\$35,095.23

\$152,971.90

Complete 2021 MY

12/3/2020

11/1/2020

4/30/2021

Pricing valid thru:

Recommended Award to:

Fairway Ford

1350 E. Yorba Linda Blvd.

Placentia, CA 92870