



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Adopt Resolution Authorizing City Manager to Approve the Sole Source Purchase of Replacement Dump Truck from Downtown Ford Sales of Sacramento and Appropriating Funds (\$43,250)

MEETING DATE: November 20, 2013

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: Adopt a resolution authorizing City Manager to approve the sole source purchase of replacement dump truck from Downtown Ford Sales of Sacramento, and appropriating funds (\$43,250).

BACKGROUND INFORMATION: The Electric Utility (EU) currently uses a 1979 dump truck for hauling material and large transformers to and from job sites. With nearly 40,000 miles and more than 30 years of service life, it has outlived its usefulness and is no longer safe to operate. Replacement parts are not available and the extensive amount of downtime due to breakdown renders this vehicle unusable to EU field staff.

To date, the EU has spent over \$45,000 on repairs. The vehicle currently remains out of service, awaiting replacement parts to the braking system that are not available or far more costly than any remaining service life this vehicle will provide.

EU staff began researching replacement vehicles via the California Multiple Award Schedules (CMAS) and located a 2010 Ford F-450 dump truck, new and unregistered at Downtown Ford Sales that was on the 2010 CMAS list. This vehicle is sufficiently equipped as-is to address EU needs and comes with an as-new warranty. A comparably equipped vehicle will cost in excess of \$50,000. Downtown Ford Sales has provided a quote of \$39,950 for this new vehicle as attached in Exhibit A, resulting in a replacement vehicle cost savings of approximately \$10,000.

Per Lodi Municipal Code 3.20.070 Bidding, "Bidding shall be dispensed... (5) when the City Council determines that the purchase or method of purchase would be in the best interest of the city."

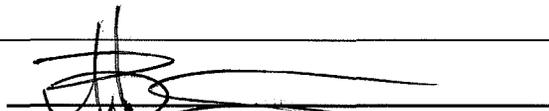
EU staff requests the City Manager be authorized approve this purchase and to make an appropriation adjustment based upon the final estimated price of \$43,250, which includes the purchase price of \$39,950 plus all taxes and fees.

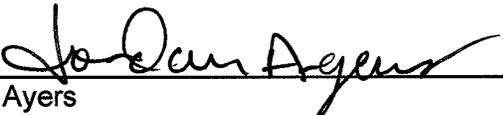
FISCAL IMPACT: Additional funds required from Electric Utility Outlay Reserve Fund balance.

FUNDING AVAILABLE: Requested Appropriation:
Electric Utility Outlay Reserve Fund (161.3205) \$43,250

An appropriation adjustment form is attached.

APPROVED:


Konradt Bartlam, City Manager



Jordan Ayers
Deputy City Manager/ Internal Service Director



Elizabeth A. Kirkley
Electric Utility Director

PREPARED BY: Charles Berry, Electric Utility Superintendent

EAK/CJB/lst

THIS IS YOUR QUOTE

DOWNTOWN FORD SALES
 525 N16th Street, Sacramento, CA. 95811
 916-442-6931 fax 916-491-3138

RJM10/16/2013

QUOTATION

Customer		Date	10/16/2013
Address	CITY OF LODI	REP	BOB MILLOY
City	ATTN: CJ BERRY	Phone	916-230-2569
Phone	209.333.6764	FOB	

Qty	Description	Unit Price	TOTAL
1	2010 FORD F450 4 X 2 Regular Cab Chassis (NEW) with Harbor 9' Dump Body with Rugby Electric/Hydr. Hoist -6.4 L Diesel Engine -6-SPD Auto Transmission -16,500 GVWR Package -Trailer Brake Controller -Cloth Bench Seat -Molded Black Cab Steps -Tilt Wheel / Cruise Control -Truck Chassis is White in Color -Class V Receiver Hitch, 10,000 lbs Capacity -Dump Body is painted black	\$39,950.00	\$39,950.00
Subtotal			\$39,950.00
Delivery			Not Incl
Doc Fee			\$80.00
DMV			
Weight Fee			
Sales Tax			\$3,202.40
Rebates			
CA Tire Tax			\$10.50
TOTAL DUE			\$43,242.90

Truck is subject to prior sale

RESOLUTION NO. 2013-198

A RESOLUTION OF THE LODI CITY COUNCIL
AUTHORIZING CITY MANAGER TO APPROVE THE
SOLE-SOURCE PURCHASE OF A REPLACEMENT
DUMP TRUCK FROM DOWNTOWN FORD SALES, OF
SACRAMENTO, AND APPROPRIATING FUNDS

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WHEREAS, the Electric Utility (EU) currently uses a 1979 dump truck for hauling material and large transformers to and from job sites; and

WHEREAS, with nearly 40,000 miles and more than 30 years of service life, it has outlived its usefulness and is no longer safe to operate; and

WHEREAS, replacement parts are not available and the extensive amount of downtime due to breakdown renders this vehicle unusable to EU field staff; and

WHEREAS, to date, the EU has spent over \$45,000 on repairs, and the vehicle currently remains out of service, awaiting replacement parts to the braking system that are not available or far more costly than any remaining service life this vehicle will provide; and

WHEREAS, EU staff began researching replacement vehicles via the California Multiple Award Schedules (CMAS) and located a 2010 Ford F-450 dump truck, new and unregistered at Downtown Ford Sales that was on the 2010 CMAS list; and

WHEREAS, this vehicle is sufficiently equipped as-is to address EU needs and comes with an as-new warranty; and

WHEREAS, a comparably equipped vehicle will cost in excess of \$50,000; and

WHEREAS, Downtown Ford Sales has provided a quote of \$39,950 for this new vehicle as attached in Exhibit A, resulting in a replacement vehicle cost savings of approximately \$10,000; and

WHEREAS, per Lodi Municipal Code Section 3.20.070, bidding shall be dispensed with when the City Council determines that the purchase or method of purchase would be in the best interest of the city; and

WHEREAS, EU staff requests the City Manager be authorized to sole source this purchase and to make an appropriation adjustment based upon the final estimated price of \$43,250, which includes the purchase price of \$39,950 plus all taxes and fees.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby authorize the City Manager to sole source the purchase of a 2010 Ford F-450 from Downtown Ford Sales, of Sacramento, in the amount not to exceed \$43,250; and

BE IT FURTHER RESOLVED that funds in the amount of \$43,250 be appropriated for this purchase from the Electric Utility Outlay Reserve Fund (161.3205).

Dated: November 20, 2013

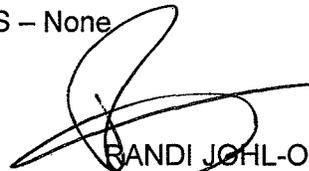
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I hereby certify that Resolution No. 2013-198 was passed and adopted by the City Council of the City of Lodi in a regular meeting held November 20, 2013, by the following vote:

AYES: COUNCIL MEMBERS – Hansen, Johnson, Katzakian, Mounce,
and Mayor Nakanishi

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


RANDI JOHL-OLSON
City Clerk

THIS IS YOUR QUOTE

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