



AGENDA REPORT

Department: Public Works
Prepared by: Tirza Gonzales, Operations Manager
Meeting Date: Tuesday, August 15, 2023
Approved by: Ben Martinez, Interim City Manager

SUBJECT:

Authorize the purchase of a Street Sweeper for Public Works Streets and Wastewater Division

RECOMMENDATION:

Adopt a Resolution Entitled, "Resolution of the City Council of the City of National City, California, authorizing waiving the formal bid process pursuant to National City Municipal Code Section 2.60.260 regarding cooperative purchasing and authorizing the City to piggyback onto Sourcewell Contract # 093021-ELG with Haaker Equipment Company for the purchase of one (1) Elgin Broom Bear Street Sweeper in a not-to-exceed amount of \$425,000 for the Public Works Streets and Wastewater Division and authorizing the City Manager to approve adjustments of up to \$42,500 to the not-to-exceed amount for the purchase as a 10% contingency for unforeseen fluctuations in pricing and appropriation adjustments of up to \$17,500 above the original amount of \$450,000 budgeted for this item."

BOARD/COMMISSION/COMMITTEE PRIOR ACTION:

Not Applicable.

EXPLANATION:

Since the onset of the pandemic in 2020, vehicle acquisitions have become challenging. The climate in the automotive industry has changed from what we are used to. We are experiencing placing vehicle and equipment orders in advance through unpredictable and unreliable manufacturer order processes, price changes passed on to the consumer due to increasing costs and availability issues, and fluctuating ordered vehicle delivery dates. Vendor proposals now may include language as "Pricing Subject to Surcharges," and "Prices Subject to Change." Due to this trend, staff is requesting approval of an additional 10% contingency in order to allow flexibility in the need to acquire vehicles and equipment in the event that unforeseen pricing changes arise.

The Public Works Streets and Wastewater Division currently has two Street Sweepers in operation which are used on a daily basis to sweep dedicated routes through City streets and parks parking lots. The Sweepers average 55 miles per day per route, not including special events. Furthermore, equipment breakdowns requiring costly repairs are taking place more often and resulting in a reduction of service to the community, as was the case in July 2023 when both Street Sweepers were out of service for several weeks. One of the sweepers, purchased in 2016, has exceeded its useful life of 5-7 years, and is scheduled to be replaced.

Through adoption of the FY24 annual budget, City Council approved the purchase of one (1) Street Sweeper in a not-to-exceed amount of \$450,000 utilizing funding available in the Refuse Enterprise Fund. Staff is requesting the approval of the purchase of one (1) Elgin Brook Bear Street Sweeper in a not-to-exceed amount of \$425,000, and authorization for the City Manager to approve adjustments of up to \$42,500 to the not-to-exceed amount for the purchase as a 10%

contingency for unforeseen fluctuations in pricing. Consistent with Section 2.60.260 of the National City Municipal Code (NCMC) regarding cooperative purchasing, there is an opportunity to piggyback onto the Sourcewell Contract #093021-ELG with Haaker Equipment Company to allow for the purchase.

NCMC Section 2.60.260 provides authority to the purchasing agent to join with other public jurisdictions to take advantage of cooperative purchasing opportunities, including but not limited to any federal, state or local agency pricing program or structure that is determined by the purchasing agent to allow a procurement that is in the best interests of the City. The purchasing agent may buy directly from a vendor at a price established through competitive bidding by another public agency whose procedures have been determined by the purchasing agent to be in substantial compliance with the City's procurement procedures, irrespective of the contracting limits of that jurisdiction or agency, even if the City had not initially joined with that public agency in the cooperative purchase.

National City's Purchasing staff has confirmed that the Sourcewell Contract #093021-ELG with Haaker Equipment Company was competitively bid through a Request for Proposals (RFP) process, and that the Sourcewell procurement procedures are in substantial compliance with those of National City.

Staff recommends Council adopt resolution as stated.

FINANCIAL STATEMENT:

Funding for this purchase in the amount of \$450,000 was approved through adoption of the FY24 annual budget. Additional appropriations would be necessary only if more than \$25,000 of the contingency amount be necessary to complete the purchase of the Street Sweeper. The funding source for the additional appropriations would be fund balance in the Refuse Enterprise Fund that would be transferred to the Vehicle Acquisition Fund.

644-416-227-511-0000:	\$425,000
644-416-227-511-0000	\$25,000
172-416-225-099-0000	\$17,500

RELATED CITY COUNCIL 2020-2025 STRATEGIC PLAN GOAL:

Transportation Choices and Infrastructure

ENVIRONMENTAL REVIEW:

This is not a project under CEQA and is therefore not subject to environmental review.CCR15378; PRC 21065.

PUBLIC NOTIFICATION:

Agenda Report posted within 72 hours of meeting date and time in accordance with Brown Act.

ORDINANCE:

Not Applicable

EXHIBITS:

Exhibit A - Haaker Equipment Company Quote
Exhibit B - Sourcewell Contract 093021-ELG
Exhibit C - Resolution