



AGENDA MEMORANDUM

Action Item for the City Council Meeting September 5, 2023

DATE: September 5, 2023
TO: Peter Zanoni, City Manager
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**Peterbilt, Hino, Isuzu, and Miscellaneous Equipment Repairs and Services for
Asset Management-Fleet**

CAPTION:

Motion authorizing execution of a one-year service agreement, with two one-year options, with Rush Truck Centers of Texas, LP, dba Rush Truck Center - Corpus Christi, of Robstown in an amount not to exceed \$224,375.00, and a potential amount up to \$673,125.00 if options are exercised, for repairs and servicing of Peterbilt, Hino and Isuzu trucks and miscellaneous equipment for Asset Management - Fleet, with no funding required for FY 2023, and funding in future fiscal years subject to budget approval.

SUMMARY:

This motion authorizes a one-year service agreement for Peterbilt, Hino, Isuzu, and miscellaneous equipment repairs (including parts) and services for City vehicles. Peterbilt repairs and service are necessary to keep our fleet running so that the departments may accomplish their duties. Repairs such as engine repairs, computer repairs, body work, suspension and drivelines are also performed on an as needed basis.

BACKGROUND AND FINDINGS:

The purpose for this service agreement is for repairs and services on City vehicles. These services and parts are unique to Peterbilt, Hino, Isuzu, and miscellaneous equipment. The Asset Management utilizes these services to keep City vehicles up and running. Currently, Asset Management utilizes these services on an as needed basis.

PROCUREMENT DETAIL:

Finance & Procurement conducted a competitive Request for Bid process to obtain bids for a new contract. The City received one responsive, responsible bidder for Peterbilt, Hino, Isuzu and miscellaneous equipment repairs and services. This vendor is the only certified dealer for Peterbilt, Isuzu and Hino in the Corpus Christi area. Staff is recommending the award to the lowest, responsive, responsible bidder and incumbent, Rush Truck Centers of Texas, LP, dba Rush Truck Center – Corpus Christi. The incumbent’s pricing did not increase from the current contract.

ALTERNATIVES:

An alternative would be not to secure a service agreement. However, Asset Management Department would need to purchase, on an as needed basis, by individual purchase orders the construction equipment parts needed for in house repairs. This would not be as productive. In addition, an agreement allows for a better economy of scale.

FISCAL IMPACT:

There will be no fiscal impact in FY23 for Asset Management. Funding in future fiscal years will be subject to budget approval.

FUNDING DETAIL:

Fund:	5110 Fleet Maintenance Services
Organization/Activity:	40170 Fleet Operations
Mission Element:	202 Maintain the Fleet
Project # (CIP Only):	N/A
Account:	530100 Vehicle Repairs

RECOMMENDATION:

Staff recommends approval of this motion authorizing the execution of a one-year service agreement, with two one-year options, with Rush Truck Centers of Texas, LP, dba Rush Truck Center – Corpus Christi for repairs as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Service Agreement