



AGENDA MEMORANDUM

Action item for the City Council Meeting of July 20, 2021

DATE: July 20, 2021

TO: Peter Zaroni, City Manager

FROM: Kevin Norton, Director of Water Utilities
Kevinn@cctexas.com
(361) 826-1874

Josh Chronley, Interim Assistant Director of Contracts and Procurement
Joshc2@cctexas.com
(361) 826-3169

Purchase of Six Trucks for Utilities

CAPTION:

Motion authorizing the purchase of six replacement trucks which consist of one 6-cubic yard dump truck, two 12-cubic yard dump trucks, two heavy crew trucks with service bodies, and one heavy crew truck with a flatbed body for the Water and Wastewater Utilities Department from Houston Freightliner, Inc. of Houston, Texas, for a total not to exceed amount of \$861,584.00 paid through the Vehicle and Equipment Replacement Fund.

SUMMARY:

This motion authorizes a purchase of six trucks from Houston Freightliner that are replacements to the fleet at the Water and Wastewater Utilities Department.

BACKGROUND AND FINDINGS:

The Water and Wastewater Utilities Department has a requirement to replace three dump trucks and three heavy crew trucks. Choke Canyon Dam will use one of the 12-cubic yard dump trucks to haul out dirt when dirt sloughs down due to erosion. Water Utilities Infrastructure will use one heavy crew truck with a service body and one heavy crew truck with a flatbed body for use as a daily operating vehicle for construction and repair crews to move pipe, fittings, and traffic control. Wastewater Utilities Infrastructure will use the other 12-cubic yard dump truck and the 6-cubic yard dump truck to move soil and backfill materials to and from jobsites. Wastewater Utilities Infrastructure will use the other heavy crew truck with a service body as a daily operating vehicle for construction and repair crews to move pipe, fittings, and traffic control.

All the units have met or surpassed their expected service life of seven years, and the

savings from purchasing through the H-GAC Coop is 34% less than MSRP.

PROCUREMENT DETAIL:

The procurement is through the HGACBuy Cooperative. Contracts awarded through the HGACBuy Cooperative have been competitively procured and follow Texas Local and State procurement requirements.

ALTERNATIVES:

An alternative is to continue operating the equipment, but this requires frequent maintenance and repairs that result in extensive out-of-service time. The equipment can also be rented. However, this will not be cost-effective for the long-term, and the equipment may not be readily available when needed.

FISCAL IMPACT:

These six trucks will be an outright purchase in the amount of \$861,584.00 to be paid from Vehicle and Equipment Replacement Fund.

Funding Detail:

Fund:	5111	Vehicle & Equip. Replacement Fund
Organization/Activity:	30201	Water Supply Fleet
Mission Element:	201	Manage Fleet Inventory
Project # (CIP Only):	N/A	
Account:	550020	Vehicles & Machinery
Amount:	\$ 161,362.00	

Fund:	5111	Vehicle & Equip. Replacement Fund
Organization/Activity:	31502	Water General Fleet
Mission Element:	201	Manage Fleet Inventory
Account:	550020	Vehicle & Machinery
Amount:	\$ 433,737.00	

Fund:	5111	Vehicle & Equip. Replacement Fund
Organization/Activity:	33000	Wastewater Administration
ME	201	Manage Fleet Inventory
Account:	550020	Vehicle & Machinery
Amount:	\$ 266,485.00	

RECOMMENDATION:

Staff recommends approval of this motion authorizing the purchase with Houston Freightliner for the purchase of six trucks as presented.

LIST OF SUPPORTING DOCUMENTS:

Price Sheet