



## AGENDA MEMORANDUM

Action Item for the City Council Meeting of August 20, 2019

**DATE:** August 20, 2019

**TO:** Peter Zaroni, City Manager

**FROM:** Jim Davis, Director of Asset Management  
[JimD@cctexas.com](mailto:JimD@cctexas.com)  
(361) 826-1919

Kim Baker, Director of Contracts and Procurement  
[KimB2@cctexas.com](mailto:KimB2@cctexas.com)  
(361) 826-3169

### Repairs at Vendor Facilities for Freightliner, Western Star and Sterling Equipment

#### **CAPTION:**

Resolution authorizing a five-year service agreement with Corpus Christi Freightliner, Inc. of Corpus Christi, Texas, for repairs at Vendor facilities of Freightliner, Western Star and Sterling equipment. Freightliner includes refuse trucks, brush trucks, self-loading brush trucks and dump trucks. Western Star includes tractors for refuse handling tractor/trailers. Sterling includes vacuum trucks. The service agreement is to be effective October 1, 2019 for a total amount not to exceed \$3,686,600.00, with first-year funding in the amount of \$737,320.00 through the Fleet Maintenance Service Fund.

#### **PURPOSE:**

This item is to approve a five-year service agreement for repairs of Freightliner, Western Star and Sterling equipment to be utilized by the Asset Management Department in the maintenance of City's equipment.

#### **BACKGROUND AND FINDINGS:**

The City's Asset Management Department maintains Freightliner, Western Star, and Sterling equipment for City Departments. These vehicles are primarily involved with refuse collection, brush collection, and vacuum truck operations as stated above. Off-site repairs, repairs at the Corpus Christi Freightliner, Inc. shop, occur selectively when on-site maintenance requirements for equipment other than Freightliner, Western Star and Sterling require immediate attention and the workload at Fleet Maintenance precludes our mechanics working on Freightliner, Western Star and Sterling equipment

at that time. Repairs at vendor facilities are then used. It should be pointed out, that prompt repair of this type of equipment is dictated by the health and public safety requirements normally associated with refuse and brush trucks. Corpus Christi Freightliner, Inc. is the fully authorized sole source provider for these repairs.

**ALTERNATIVES:**

Not applicable

**OTHER CONSIDERATIONS:**

Not applicable

**CONFORMITY TO CITY POLICY:**

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency

**DEPARTMENTAL CLEARANCES:**

Asset Management

**FINANCIAL IMPACT:**

X Operating       Revenue       Capital       Not applicable

<b>Fiscal Year: 2018-2019</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget	\$1,781,652.79	\$3,686,600.00	\$5,468,252.79
Encumbered / Expended Amount	\$481,942.29	\$0.00	\$481,942.29
This item	\$0.00	\$3,686,600.00	\$3,686,600.00
BALANCE	\$1,299,710.50	\$0.00	\$1,299,710.50

**Funding Detail:**

Fund: 5110 Fleet Maint Svc  
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 the item as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Resolution  
Price Sheet  
Service Agreement