



STAFF REPORT
3/11/2020

TO: Honorable Mayor and City Council Members

FROM: Maritza Martinez, Public Works Director

SUBJECT: Authorize 1) surplus of the City's 1990 Dump Truck International unit and 2) purchase of a new 2021 Dump Truck International unit to replace the 1990 unit, in the amount of \$99,675.78.

STAFF RECOMMENDATION:

Authorize 1) surplus of the City's 1990 Dump Truck International unit and 2) purchase of a 2021 Dump Truck International unit to replace the 1990 unit, in the amount of \$99,675.78.

EXECUTIVE SUMMARY:

The City of Coachella currently owns a 1990 International Dump Truck (vehicle identification number 1HTSC2VNXLH682922), which has recently become inoperable due to a failed transmission. This unit is used weekly by various divisions including: Parks, Sanitation, Streets and Water. The current value of the unit is estimated at \$5,500. The required transmission replacement needed to return this unit to service is estimated at over \$15,000, which exceeds the estimated value of the unit.

As per the City's purchasing policy equipment that exceeds \$5,000 in value must obtain City Council approval to surplus. In the unit's current condition, the estimated value is \$5,500 and staff requests the authorization to surplus this item to the highest bidder through a formal public auction process.

As this unit is regularly used by numerous departments staff is also requesting authorization to purchase a replacement unit. As per the City's Purchasing Procedures and Regulations all purchases in excess of \$15,000 require City Council approval and completion of a formal bid process. To meet this requirement staff requests approval to piggyback on a formal procurement process completed by Sourcewell, a public agency, awarded Contract No. 081716-NAF to Dion International Trucks. Staff recommends award of a 2021 International Dump Truck, in the amount of \$99,675.78, which upholds the pricing identified in the procurement process completed by Sourcewell; the proposal provided to the City of Coachella and specifications are attached hereto.

FISCAL IMPACT:

Staff is requesting the amount required to purchase a replacement dump truck, totaling \$99,675.88, be allocated from the undesignated reserves of the following funds: Coachella Water Authority (\$33,225.26), Coachella Sanitary District (\$33,225.26), and General Fund (\$33,225.26). Staff is requesting this total amount of \$99,675.78 be budgeted in Fleet Division expenditure account 101-11-164-90-741 to allow for the purchase of a replacement dump truck unit.

Attachments:

International Proposal/Bid