

COUNCIL ACTION FORM

SUBJECT: FLEET REPLACEMENT PROGRAM – SINGLE AXLE CHASSIS FOR UTILITY MAINTENANCE

BACKGROUND:

The City has one service truck, with crane, operated by Public Works for maintenance of the underground water and sanitary sewer systems. This truck is used to lift larger items like manhole covers, large pipes, and hydrants. This essential unit is due for replacement in the 2017/18 fiscal year. At the February 27, 2018 City Council meeting, Council awarded a contract to Hawkeye Truck Equipment of Des Moines to provide and install a utility body, crane, and accessories on a City-provided chassis. Bids were taken for the chassis from the vendors listed below.

BIDDERS	MAKE	MODEL	YEAR	TOTAL FOR ONE CHASSIS WITH CAB
O'Halloran's International of Altoona, Iowa	International	Work Star	2019	\$68,373
Harrison Truck Center of Altoona, IA	Freightliner	M2-106	2019	\$69,730
O'Halloran's International of Altoona, Iowa	International	Work Star SFA	2019	\$70,145
I-State Truck Center Sioux City, IA	Freightliner	M2-106	2019	\$70,474
Quad-City Peterbilt, Inc. Davenport, IA	Peterbilt	337	2019	\$75,450
Peterbilt of Des Moines, IA	Peterbilt	337	2019	\$76,149

The two lowest bidders proposed exhaust systems that are not acceptable (horizontal versus vertical). The third low bid for \$70,145 from O'Halloran International, Inc., meets the City's required specifications and is an acceptable bid.

The combined bid from Hawkeye Truck Equipment with the chassis from O'Halloran's International is as follows:

Upfitting of Chassis by Hawkeye Truck Equipment of DM	\$103,550
<u>Purchase price for one tandem chassis from O'Halloran</u>	<u>\$ 70,145</u>
Total Cost	\$173,695

Funding is available for this purchase as follows:

Existing Truck #341 Replacement Funds	(4/1/18)	\$ 178,214
Salvage Value of equipment being replaced		\$ 10,000
Available Funding		\$ 188,214

ALTERNATIVES:

1. Award a contract to O'Halloran International, Inc. of Altoona, as the acceptable low bidder for the purchase of one International chassis in the amount of \$70,145.
2. Reject these bids.

CITY MANAGER'S RECOMMENDED ACTION:

Staff from Fleet Services and Public Works have thoroughly evaluated these bids and agree that purchasing the recommended chassis will meet the needs of the department.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1 as described above.