



City of Tacoma

Resolution No.:

Meeting Date: June 4, 2024

**Contract and Award Letter
Purchase Resolution —Exhibit "A"**

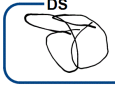
TO: Board of Contracts and Awards

FROM: Ramiro A. Chavez, P.E. PgMP, Public Works Director/City Engineer
Justin E. Davis, Facilities Management Division Manager, Public Works

COPY: City Council, City Manager, City Clerk, EIC Coordinator, LEAP Coordinator, and Ryan Foster, Finance/Purchasing

SUBJECT: Purchase of Four Peterbilt Dump Trucks
Sourcewell Contract No. 060920-PMC – June 4, 2024 City Council

DATE: May 7, 2024

FOR 

RECOMMENDATION SUMMARY:

The Public Works Department recommends a contract be awarded to Dobbs Heavy Duty Holdings, LLC, Sumner, WA, in the amount of \$1,018,000, plus applicable taxes, plus a ten percent contingency, budgeted from the Fleet Equipment Rental Fund, for a contract term of three years, for a projected total contract amount of \$1,119,800, plus applicable taxes, for the purchase of four Peterbilt 548 Dump Trucks. This 10 percent contingency is added to allow for modifications as the vehicle is being built.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.
- Assure outstanding stewardship of the natural and built environment.

The contract supports healthy residents and assures environmental stewardship by replacing four International Dump Trucks that are past due for replacement. The new trucks will be equipped with up-to-date emission systems that produce fewer emissions than the older International trucks, while delivering the required level of service.

BACKGROUND:

The vehicles currently in use are for material/equipment hauling during the summer construction months and emergency response vehicles during the winters for use in snow/ice events and slide response. These vehicles are in need of replacement due to being at the end of their life cycle, showing signs of structural failures, and the increase in cost to maintain and operate.

ISSUE: Public Works will replace trucks 05231 and 05232, both are 2006 International Dump Trucks, which are no longer cost effective to maintain and keep in service. Trucks 05231 and 05232 will be sold as surplus. The third and fourth vehicle replacements will be determined in 2025 based on budget approval, age, and operational condition. The contract allows for the purchase of two vehicles budgeted this biennium as well as two additional vehicles anticipated for purchase in the next biennium. Establishing a contract into the next biennium allows us to get current contract discounts from the Sourcewell Contract No. 060920-PMC for the third and fourth vehicles.

ALTERNATIVES: If this purchase is not approved, existing equipment will see increased overall operating, maintenance, and repair costs as well as higher air emissions when operating than the proposed new Peterbilt trucks. This could also affect service levels during an ice and/or snow event by decreasing the fleet by two vehicles.



COMPETITIVE SOLICITATION:

Sourcewell Contract No. 060920-PMC was competitively bid and includes the equipment to be purchased. The current contract term is valid through August 1, 2024. The contract was awarded to Peterbilt Motors Company and Dobbs Heavy Duty Holdings, LLC, which is the local dealer. Through an interlocal cooperative purchasing agreement, the City will purchase the needed equipment at the prices, terms, and conditions of this contract. Purchasing through this contract provides the City increased savings by pooling resources to leverage the market through volume discounts.

CONTRACT HISTORY: New Contract

SUSTAINABILITY: This purchase will replace vehicles that are past due replacement with vehicles that are equipped with up-to-date emissions systems.

EQUITY IN CONTRACTING (EIC) COMPLIANCE: Not applicable - Supply purchase - EIC Regulations are not yet established.

LOCAL EMPLOYMENT AND APPRENTICESHIP TRAINING PROGRAM (LEAP) COMPLIANCE: Not applicable to this contract.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
5400 Fleet Equipment Rental Fund	467600	5641500	\$ 1,119,800
TOTAL			Up to \$ 1,119,800

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1065 PW Street Fund	662424	6539850	(\$1,119,800)
TOTAL			Up to (\$1,119,800)

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$559,900

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED. N/A