



**TO:** Board of Contracts and Awards  
**FROM:** Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer */KDK*  
 Justin E. Davis, Interim Facilities Management Division Manager  
**COPY:** City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and  
 Richelle Krienke, Finance/Purchasing  
**SUBJECT:** Peterbilt Parts and Repair Services  
 Request for Bids Specification No. GF14-0213F – June 10, 2014  
**DATE:** May 15, 2014

**SUMMARY:**

Public Works, Facilities Management Division, Fleet Services recommends a contract be awarded to Western Peterbilt, Inc., Fife, WA, in the amount of \$2,596,209, plus applicable sales tax, for service, repairs, and parts for various Peterbilt vehicles and equipment on an as-needed basis, for an initial contract term of three years plus the option for two additional one-year renewal periods, including an estimated 3 percent annual CPI increase, for a projected total contract amount of \$4,596,209, plus applicable sales tax.

**STRATEGIC POLICY PRIORITY:**

- Foster neighborhood, community, and economic development vitality and sustainability.

Through this contract, the City’s garbage truck fleet is well maintained to deliver dependable garbage, yard waste and recycling pickup services to support the City’s clean and sustainable environment.

**BACKGROUND:**

This contract provides service, repairs, and parts for various Peterbilt vehicles and equipment on an as-needed basis for Environmental Services, Solid Waste Management Division.

**COMPETITIVE SOLICITATION:**

Request for Bids Specification No. GF14-0213F was opened April 22, 2014. Three companies were invited to bid in addition to normal advertising of the project. One submittal was received.

<u>Respondent</u>	<u>Location</u> <i>(city and state)</i>	<u>Submittal Amount</u> <i>Does not include Sales Tax</i>
Western Peterbilt, Inc.	Fife, WA	\$2,596,209

Pre-bid Estimate: \$2,700,000

The recommended award is four percent below the pre-bid estimate.

**CONTRACT HISTORY:**

New contract.

**SUSTAINABILITY:**

Current and new garbage trucks and tractors are equipped with sophisticated pollution control systems including particulate filters and engine control systems to reduce emissions and fuel consumption. Western Peterbilt, Inc., (WPI) is equipped and authorized to make repairs, clean exhaust filters and make computerized adjustments according to the manufacture’s specifications to keep vehicles running at optimum levels, meeting exhaust emission management requirements. They also recycle engine oil,



coolant waste, and soot from their diesel particulate filter cleaning machine. WPI has also purchased smaller delivery vehicles and changed and consolidated delivery routes in order to conserve fuel.

**SBE/LEAP COMPLIANCE:**

Not applicable.

**RECOMMENDATION:**

Public Works, Facilities Management Division, Fleet Services recommends a contract be awarded to Western Peterbilt, Inc., for service, repairs and parts for various Solid Waste Management Peterbilt vehicles and equipment. This contract provides authorized dealership repairs and other overflow work to meet the day-to-day fleet requirement of the Solid Waste Management Division.

**FISCAL IMPACT:**

The fiscal impact for a three year contract term is \$2,596,209, plus applicable sales tax. The full fiscal impact for a five year contract term is \$4,596,209, plus applicable sales tax. The current biennial impact is \$504,818, plus applicable sales tax. The expenditures and revenues are in ES Fund 4200.

**EXPENDITURES:**

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
ES Solid Waste Fund 4200	512000	5330100	\$2,596,209
<b>TOTAL</b>			<b>\$2,596,209</b>

\* General Fund: Include Department

**REVENUES:**

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
ES Solid Waste Fund 4200	512000	4343130	\$1,557,725
ES Solid Waste Fund 4200	512000	4343230	\$1,038,484
<b>TOTAL</b>			<b>\$2,596,209</b>

**FISCAL IMPACT TO CURRENT BIENNIAL BUDGET:** \$504,818 (seven months)

**ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED?** Yes

**IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.**

Expenses are budgeted and covered.

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BUDGET APPROVAL                      DATE

FINANCE PURCHASING

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