



TO: Board of Contracts and Awards
FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer */KDK*
Justin E. Davis, Facilities Division Manager, Public Works
COPY: City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and
Richelle Krienke, Finance/Purchasing
SUBJECT: Increase for 12/15 Yard Capacity Steel Taper Side Dump Bodies, 12/15 Yard Capacity
Steel Three-Axle Pup Trailers, and Related Modifications
Request for Bid Specification No. GF16-0153F, Contract No. 4600011687 –
November 1, 2016
DATE: October 10, 2016

SUMMARY:

The Public Works Department requests approval to increase Contract No. 4600011687 with OSW Equipment & Repair Inc., Woodinville, WA, by \$331,115, plus applicable sales tax, for a total contract amount of \$799,875, plus applicable sales tax, for the purchase of additional steel dump bodies.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.
- Encourage and promote an efficient and effective government, which is fiscally sustainable and guided by engaged residents.

This contract is necessary to deliver fully functional construction equipment to the Public Works and Environmental Services departments. These new dump trucks will replace equipment that have reached or exceeded the end of their replacement life cycle and are no longer feasible to maintain.

BACKGROUND:

ISSUE: This contract provides for the installation of steel dump bodies on current model heavy duty cab and chassis. If this purchase is not approved, existing equipment will be subject to higher usage and will result in increased overall operating, maintenance, and repair costs.

ALTERNATIVES: The alternative course of action would be to establish rental agreements. The lead time to establish rental agreements will result in a delay in planned improvements. Long-term equipment rental is more expensive and potentially adverse to the City’s finances as a long-term liability. In addition, rental vehicles/equipment may not be available at peak construction times resulting in work stoppages.

COMPETITIVE SOLICITATION: This contract was originally awarded to OSW Equipment & Repair Inc. in May of 2016. The contractor has agreed to increase the contract at the same prices, terms, and conditions as the original award.

CONTRACT HISTORY: The original contract in the amount of \$468,760 was approved by Resolution No. 39450 on May 24, 2016. This increase will bring the contract to a cumulative amount of \$799,875, plus applicable sales tax. This is the first amendment to the contract.



RECOMMENDATION:

The Public Works Department requests approval to increase Contract No. 4600011687 with OSW Equipment & Repair Inc., Woodinville, WA, by \$331,115, plus applicable sales tax, for a total contract amount of \$799,875, plus applicable sales tax, for the purchase of additional steel dump bodies.

FISCAL IMPACT:

The fiscal impact for the initial purchase is \$331,115, plus applicable sales tax.

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Fleet Equipment Rental Capital General Fund 5400-GFCAP	467600	5641500	\$331,115
TOTAL			\$331,115

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various Departmental Funds			\$331,115
TOTAL			\$331,115

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$75,503

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

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