



REPORT TO COUNCIL City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www.CityofSacramento.org

CONSENT
July 20, 2010

Honorable Mayor and
Members of the City Council

Title: Contract Supplements: Purchase and Installation of Diesel Particulate Filters

Location/Council District: Citywide

Recommendation: Adopt a **Resolution:** 1) authorizing the City Manager or the City Manager's designee to execute Contract Supplement No. 1 to Contract No. 2007-228 with A-Z Bus Sales, Inc. in an amount not to exceed \$340,000 for a revised total contract amount not to exceed \$740,000; 2) authorizing the City Manager or the City Manager's designee to execute Contract Supplement No. 1 to Contract No. 2007-229 with Cummins West, Inc. in an amount not to exceed \$500,000 for a revised total contract amount not to exceed \$1 million; and 3) authorizing the City Manager or the City Manager's designee to execute Contract Supplement No. 1 to Contract No. 2007-230 with Iron Man Parts and Services in an amount not to exceed \$314,000 for a revised total contract amount not to exceed \$664,000.

Contacts: Keith Leech, Fleet Manager, 808-5869

Presenters: Not applicable

Department: General Services

Division: Fleet Management

Organization No: 13001311

Description/Analysis:

Issue: In order to comply with California Air Resources Board requirements, the Department of General Services, Fleet Management Division has a need to purchase and install diesel particulate filters for its medium and heavy duty diesel powered vehicles and equipment. Using existing contracts meets the needs of the City's fleet specifications and will result in cost and time savings.

Policy Considerations: The recommendations in this report are in accordance with the provisions of City Code Section 3.56, and Resolution 2010-346 prohibiting the City from entering into any contract to purchase goods or services from any business or entity headquartered in Arizona.

Committee/Commission Action: Not applicable

Environmental Considerations:

California Environmental Quality Act (CEQA): The Environmental Services Manager has determined that the action of purchasing and installing diesel particulate filters does not have the potential for causing a significant adverse effect on the environment and is therefore exempt under CEQA Guidelines, Section 15061(b)(3).

Sustainability Considerations: The recommendations in this report are consistent with the Low Emission Vehicle Acquisition Policy, the Fleet Fuel Strategies, and the intent of the Sustainability Master Plan to improve air quality.

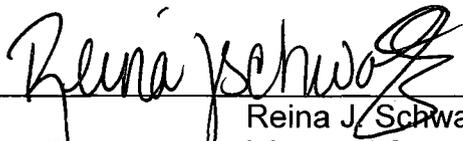
Rationale for Recommendation: The recommended contract supplements for the purchase and installation of diesel particulate filters are necessary to comply with California Air Resources Board requirements.

On September 25, 2007, City Council adopted Resolution No. 2007-707, awarding Contract Numbers CO2007-228, CO2007-229, and CO2007-230 for the purchase and installation of diesel particulate filters. Contracts were awarded to A-Z Bus Sales, Inc., Cummins West, Inc., and Iron Man Parts and Services as one-year contracts with two one-year renewal options. Due to an unanticipated volume of work performed under these contracts, expenses are approaching the dollar limit of the original awards. Staff has determined that it is in the City's best interest to amend the contracts by increasing the not-to-exceed amount and extending the term of the contracts through June 30, 2011 at the current contract pricing.

Financial Considerations: Sufficient funds are available in the Department of General Services, Fleet Management Division, FY2010/11 operating budget (Fleet Fund, Fund 6501) for the purchase and installation of diesel particulate filters through June 30, 2011.

Emerging Small Business Development (ESBD): A-Z Bus Sales, Inc., Cummins West, Inc., and Iron Man Parts and Services are not certified as emerging/small businesses.

Respectfully submitted by: 
Keith Leech
Fleet Manager

Approved by: 
Reina J. Schwartz
Director, Department of General Services

Recommendation Approved:

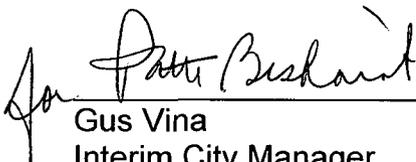

Gus Vina
Interim City Manager

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RESOLUTION NO. 2010-XXXX

Adopted by the Sacramento City Council

July 20, 2010

**APPROVING CONTRACT SUPPLEMENTS TO CITY CONTRACTS FOR THE
PURCHASE AND INSTALLATION OF DIESEL PARTICULATE FILTERS**

BACKGROUND

- A. On September 25, 2007, City Council adopted Resolution No. 2007-707, awarding Contract Numbers CO2007-228, CO2007-229, and CO2007-230 for the purchase and installation of diesel particulate filters. Contracts were awarded to A-Z Bus Sales, Inc., Cummins West, Inc., and Iron Man Parts and Services as one-year contracts with two one-year renewal options.
- B. The recommended contract supplements for the purchase and installation of diesel particulate filters are necessary to comply with California Air Resources Board requirements.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL
RESOLVES AS FOLLOWS:**

- Section 1. The City Manager or the City Manager's designee is authorized to execute Contract Supplement No. 1 to Contract No. 2007-228 with A-Z Bus Sales, Inc. in an amount not to exceed \$340,000 for a revised total contract amount not to exceed \$740,000.
- Section 2. The City Manager or the City Manager's designee is authorized to execute Contract Supplement No. 1 to Contract No. 2007-229 with Cummins West, Inc. in an amount not to exceed \$500,000 for a revised total contract amount not to exceed \$1 million.
- Section 3. The City Manager or the City Manager's designee is authorized to execute Contract Supplement No. 1 to Contract No. 2007-230 with Iron Man Parts and Services in an amount not to exceed \$314,000 for a revised total contract amount not to exceed \$664,000.