

## **RESOLUTION NO. 2013-0024**

Adopted by the Sacramento City Council

January 29, 2013

### **SUSPENDING COMPETITIVE BIDDING FOR THE REPAIR AND RECONDITIONING OF FLORIN RESERVOIR PUMP ENGINES**

#### **BACKGROUND**

- A. The Department of Utilities is responsible for the Florin Reservoir facility, which is critical to providing water service and emergency fire protection to residents and businesses along the Power Inn Road corridor and in South Sacramento. Recently, one of three onsite Caterpillar G398 pump engines (Engine #1) failed and is no longer operational. Engine #1 is in need of repair and rebuilding back to factory specifications using certified factory parts and factory trained and certified labor. It is critical that the repairs be completed by spring of 2013, prior to the high water demand season.
- B. In addition, the other two Caterpillar engines (Engine #2 and #3) will reach the end of their reliable operating life and require reconditioning within the next 2 ½ years. It is essential to have all three engines operating to supply water during peak water demand periods and during high fire flows. The manufacturer's recommended reliable operating life for each engine is 20,000 hours.
- C. Holt of California is the only local Sacramento area (16 county) Authorized Caterpillar Dealer, and is the only source for Genuine Caterpillar Parts and Service in Sacramento. Also, Holt of California is the only source that can provide a one year Caterpillar parts and labor warranty on service work performed on the Caterpillar engines.
- D. City Code section 3.56.230(c) authorizes the City Council to suspend competitive bidding for the purchase of services or supplies when, upon a two-thirds vote, the City Council determines it is in the best interest of the City to do so.
- E. It is in the City's best interests to suspend competitive bidding to contract with Holt of California on a sole source basis for the repair and reconditioning of the three Florin Reservoir Caterpillar pump engines, because the pump engines must be maintained in good operating condition to avoid catastrophic failure, and the necessary parts, equipment, labor, and warranty can only be obtained from Holt of California.

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

- 1. In the best interests of the City, competitive bidding is suspended for the repair and reconditioning of the three Florin Reservoir Caterpillar pump engines.

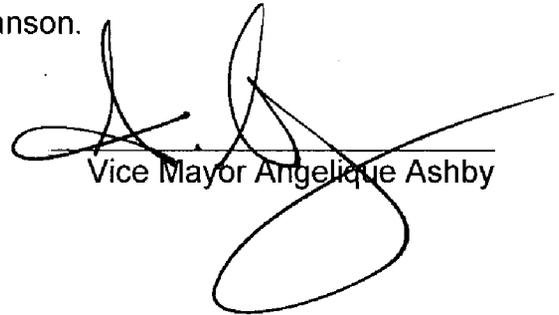
Adopted by the City of Sacramento City Council on January 29, 2013 by the following vote:

Ayes: Councilmembers Ashby, Cohn, D Fong, McCarty, Pannell, Schenirer, and Warren.

Noes: None.

Abstain: None.

Absent: Councilmember Hansen and Mayor Johnson.



Vice Mayor Angelique Ashby

Attest:

*for Dawn Beckett*  
Shirley Concolino, City Clerk