REPORT TO COUNCIL
City of Sacramento

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

Consent
September 26, 2006

Honorable Mayor and
Members of the City Council

Title: Agreements: Trucking Services

Location/Council District: All Districts

Recommendation: (2/3 vote required) Adopt a **Resolution**: 1) suspending competitive bidding for the purchase of trucking services, in the best interests of the City; 2) approving the agreement specifications and awarding three agreements for trucking services to: Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking; and 3) authorizing the City Manager to execute the agreements in a total annual amount not to exceed $250,000 for the three agreements. These agreements have an initial term of one year, with the option to extend this term for up to four one-year extensions.

Contacts: Juan Montanez, Interim Street Services Manager, (916) 808-2254; Jim Vietheer, Operations General Supervisor (916) 808-2287

Presenters: None

Department: Transportation

Division: Street Services

Organization No: 3492

Description/Analysis

Issue: Current agreements for trucking services expire October 6, 2006. There is a continuing need for trucking services to haul waste and deliver aggregate materials in support of minor street repairs throughout the City. The City has need for multiple trucking services providers to address busy times and occasional unavailability. It is in the best interest of the City to suspend competitive bidding to allow agreements to be awarded to more than one bidder, as otherwise the City Code allows award only to the one lowest bidder.

Policy Considerations: The recommendations in this report are consistent with the City's Strategic Plan goals to improve and expand public safety, and achieve sustainability and livability. Suspension of competitive bidding on a 2/3 vote is

authorized by City Code Section 3.56.230(c).

Environmental Considerations: This project has been determined to be exempt from the California Environmental Quality Act (CEQA) under section 15301 (c) of the CEQA Guidelines, which states that repair and maintenance of existing highways and streets involving negligible or no expansion of existing use is exempt from CEQA review.

Commission/Committee Action: None

Rationale for Recommendation: Formal bids were opened August 23, 2006. The table in Background, Attachment 1, lists the bid results. Staff recommends suspending competitive bidding so that agreements can be awarded to the three lowest responsive, responsible bidders: Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking.

Financial Considerations: Sufficient funds are available in the Street Maintenance (3492) operating budget for these trucking services.

Emerging Small Business Development (ESBD): Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking are all certified small business enterprises (SBE) with the City of Sacramento.

Respectfully Submitted by: Juan Montanez
Interim Street Services Manager

Approved by: Jerry Way
Interim Director, Department of Transportation

Recommendation Approved:

RAY KERRIDGE
for City Manager

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Attachment 1

Background

The Street Services Division of the Department of Transportation has an on-going need for trucking services on many street repair jobs. They require multiple contractors to cover busy times and occasional unavailability. The current three agreements expire October 6, 2006 with no option to extend.

A formal bid for trucking services was opened by the City Clerk's office on August 23, 2006. Bids were weighted 80% for weekday/Saturday hourly rates, and 20% for Sunday/holiday hourly rates for both 3 axle dump and 5 axle transfer or semi-end dump trucks. The following chart shows the weighted bid totals and E/BSE participation:

Company Name	**Weighted Bid Total** (sum of hourly rates at 80% or 20% weight minus discounts)	**E/SBE 5% discount**
Tim A. Manley Trucking, Inc.	$163.37	Yes
Dillard Trucking, Inc	$165.30	Yes
Chavez Trucking	$168.72	Yes
West Coast Sand & Gravel	$171.86	No
Bob's Trucking, Inc	$201.00	No

Competitive bidding under the City Code allows award only to the one lowest bidder. Due to the need for multiple contractors, it is in the City's best interests to suspend competitive bidding, as allowed under the City Code, to permit agreements to be awarded to the three lowest responsive, responsible bidders: Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking. Contractors will be paid their hourly bid prices with work priority given to the lowest bidder(s). The total annual not-to-exceed amount for the three agreements is $250,000.

These agreements have an initial term of one year, with the option to extend this term for up to four one-year extensions. Should any of the contractors be unable to perform or if additional contractors are needed during the term of the agreements, staff may return to the City Council requesting award of an agreement to the next lowest bidder(s) on the bid evaluation list.

Attachment 2

RESOLUTION NO.

Adopted by the Sacramento City Council

AGREEMENTS: TRUCKING SERVICES

BACKGROUND

A. The Street Services Division of the Department of Transportation has an ongoing need for trucking services on many street repair jobs. This requires a number of contractors to cover busy times and occasional unavailability. The current three agreements expire October 6, 2006 with no option to extend.

B. A formal bid for trucking services was opened by the City Clerk's office on August 23, 2006. Bids were weighted 80% for weekday/Saturday hourly rates, and 20% for Sunday/holiday hourly rates for both 3 axle dump and 5 axle transfer or semi-end dump trucks.

C. Competitive bidding under the City Code allows award only to the one lowest bidder. Due to the need for multiple contractors, it is in the City's best interests to suspend competitive bidding, as allowed under the City Code, to permit agreements to be awarded to the three lowest responsive, responsible bidders: Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking. Contractors will be paid their hourly bid prices with work priority given to the lowest bidder(s). The total annual not to exceed amount for the three agreements is $250,000, with a maximum contract term of five years.

D. During the term of the agreements, if any of the contractors are unable to perform or if additional contractors are needed to provide these trucking services, City staff may request City Council approval for award of an agreement to the next lowest bidder(s) on the bid evaluation list.

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

Section 1. In the best interests of the City, competitive bidding is suspended for the purchase of trucking services.

Section 2. The agreement specifications are approved and three agreements for trucking services are awarded to: Tim A. Manley Trucking, Inc., Dillard Trucking, Inc. and Chavez Trucking.

Section 3. The City Manager is authorized to execute the agreements on behalf of

the City in an amount not to exceed a total annual amount of $250,000 for the three agreements. The City Manager may approve extensions of the term(s) of the agreements(s) for up to four one-year extensions (for a maximum contract term of five years).