

RESOLUTION NO. 2006-925

Adopted by the Sacramento City Council

December 12, 2006

AGREEMENT AND SUSPENSION OF COMPETITIVE BIDDING: ARMORED CAR SERVICES (REQUIRES TWO-THIRD VOTE)

BACKGROUND

- A. Currently, Armored Transport Systems, Inc. provides essential armored pick up services for cash and checks received from various City locations. This service provides safe and efficient transport of City revenue to the Bank of America for deposit and reduces staff cash-handling liability.
- B. In July 2005, through the competitive bid process, the City awarded a one-year contract to Armored Transport Systems (IFB #B051187034) for armored car service. The contract was originally awarded for 12 months with two additional one-year renewal options, provided that both parties agreed to the renewals. Expenditures to date on the contract have been less than \$100,000, and so, this contract was not previously brought to City Council for award or approval.
- C. The contract now needs to be amended to include three additional locations: the 4thR After School Program, the Department of Utilities, and the Police Department Alarm Permits Unit. Over time, the need for armored car services has increased. This present, greater need was not known at the time the services were first put out to bid. The three additional locations will increase the annual cost by \$17,797 for an annual not to exceed amount of \$75,000. With a contract extension into the second year, the expenditure will equal or exceed \$100,000. Thus, the contract extension must be awarded and approved by Council.
- D. It is in the City's best interest to suspend competitive bidding to allow a one-year contract extension to be executed with Armored Transport Systems because: (1) Armored Transport Systems was the lowest responsible bidder when these services were bid in 2005 and has performed well under the previous contract, (2) it is critical that armored car services be continued to provide safe and efficient transport of City revenue to the Bank of America for deposit, and (3) the one year contract will be subject to the same terms, including price rates of IFB #B051187034. This one-year contract extension will allow City staff sufficient time to put out to bid armored car services for the three additional locations, and as needed, all other locations throughout the City.

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

- Section 1. In the best interest of the City, competitive bidding is suspended for armored car services
- Section 2. The contract for armored car services is awarded to Armored Transport Systems, Inc., 3800 Watt Avenue, #175, Sacramento, CA 95821, under the terms of IFB #B051187034, in an amount not to exceed \$75,000 for the one year contract extension in 2006, and in an amount not to exceed \$57,203 for the original contract year in 2005, for a not to exceed total contract award of \$132,203.
- Section 3. The City Manager is authorized to execute the one contract extension for 2006, including the amendment to IFB #B051187034 to add three additional pick-up locations: the 4thR After School Program, the Department of Utilities, and the Police Department Alarm Permits Unit, and to increase the annual amount for that year to \$75,000.

Adopted by the City of Sacramento City Council on December 12, 2006 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Fargo.

Noes: None.

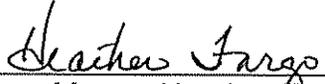
Abstain: None.

Absent: None.

Attest



Shirley Concolino, City Clerk



Mayor, Heather Fargo