



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
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Legislative File No: 2013-0337

TO: Mayor and City Council Members
FROM: Allan Schneck, P.E., Director Department of Public Services
DATE: September 16, 2013
SUBJECT: Purchase Authorization - 2 Yard 4x4 Dump Truck

REQUEST:

City Council is requested to authorize the purchase of one (1) new vehicle from Jorgensen Ford Sales, Inc., Detroit, Michigan in the amount of \$69,848.00.

REASON FOR PURCHASE:

Bids were solicited and received for the purchase of one (1) new 2-yard dump truck equipped with a snowplow, tailgate salt spreader and tarp. A total of ten bids were received as follows:

TRUCK VENDOR	EQUIPMENT SUPPLIER	TOTAL AMOUNT
Signature Ford Lincoln	Truck and Trailer Specialties	\$74,097.00
Signature Ford Lincoln	Knapheide Truck Equipment	\$71,752.00
Signature Ford Lincoln	Cannon Truck Equipment	\$75,067.00
Signature Ford Lincoln	NBC Truck Equipment	\$74,692.00
Gorno Ford	Cannon Truck Equipment	\$73,895.00
Varsity Ford	Knapheide Truck Equipment	\$70,400.00
Jorgensen Ford	Cannon Truck Equipment	\$73,163.00
Jorgensen Ford	Knapheide Truck Equipment	\$69,848.00
Jorgensen Ford	Truck and Trailer Specialties	\$72,193.00
Jorgensen Ford	NBC Truck Equipment	\$72,788.00

The Park's Division 1997 Chevrolet 5-yard dump truck, #39-116, has been fully depreciated since 2007. Since that time, the Departments operational needs for a dump truck have changed, consequentially developing a plan to replace the 5-yard dump truck, #39-116 with one (1) 2-yard dump truck, and one (1) small platform/liftgate truck (specifications are currently being written for the platform/liftgate truck). This plan will provide for more efficient operations and increased productivity. The 2-yard dump truck will be used on a daily basis by the Parks Division for transporting various materials, snow plowing and de-icing parks roads and parking lots, road fill and other tasks within the Parks Division.

PROCESS:

Vendor Name and Address:

Jorgensen Ford
8333 Michigan Avenue
Detroit, MI 48210

Reason for Selection:

Lowest, responsive, responsible bid

Method of Purchase:

Purchase Order

BUDGET:

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Fleet	661.981000	Capital - Vehicles	\$103,910.00	\$69,848.00	\$34,062.00

RECOMMENDATION:

It is recommended the City award the purchase of one (1) new 2-yard dump truck to Jorgensen Ford Sales, Inc., 8333 Michigan Avenue, Detroit, MI 48210 with Knapheide Truck Equipment as the equipment supplier, in the amount of \$69,848.00 as the lowest responsive, responsible bidder.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		