

RESOLUTION NO. 2007-636

Adopted by the Sacramento City Council

August 28, 2007

APPROVE THE USE OF COOPERATIVE PURCHASE AGREEMENTS FOR THE PURCHASE OF TIRES AND TIRE SERVICES, FUEL, LUBRICANTS, AND WELDING SERVICES FOR FLEET EQUIPMENT

BACKGROUND

- A. Department of General Services, Fleet Management Division has ongoing requirements to purchase supplies through contracts of other governmental jurisdictions including Sacramento County. The City has an opportunity to obtain lower pricing for these items through volume purchasing.
- B. Staff requests that the Mayor and City Council approve the contracts obtained competitively by Sacramento County as the basis for awarding City contracts in accordance with City Code Section 3.56.240, which allows for use of cooperative contracts through other governmental jurisdictions or public agencies without separate bidding where advantageous to the City.
- C. On June 27, 2006, City Council adopted Resolution No. 2006-476 approving the purchase of automobile tires and tire services from Morgan Tire of Sacramento, Inc., for a total amount of \$900,000. However, total expenditures over the last 13 months have exceeded the City Council approval of \$900,000 by \$64,644. Therefore, staff requests that City Council ratify these prior period expenditures.
- D. On December 12, 2006, (Resolution No. 2006-917) City Council approved the purchase of automobile fuel and lubricants from Hunt & Sons Inc., for a total amount of \$6,000,000. However, total expenditures over the last 13 months have exceeded the City Council approval of \$6,000,000 by \$163,413. Therefore, staff requests that City Council ratify these prior period expenditures.
- E. On June 27, 2006, City Council adopted Resolution No. 2006-476 approving the purchase of welding services for a total amount of \$225,000 from Elmer's Portable Welding.

- F. On June 27, 2006, City Council adopted Resolution No. 2006-476 approving the purchases of LNG fuel for a total amount of \$400,000 from Clean Energy.

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

- Section 1. County of Sacramento contract numbers WA00019732 (Morgan Tire of Sacramento, Inc.), WA00021160 (Hunt & Sons, Inc.), WA00021226 (Elmer's Portable Welding), WA00019279 (Clean Energy) are hereby approved pursuant to City Code 3.56.240 for the purchase of tires and tire services, fuels and lubricants, welding services and Liquefied Natural Gas (LNG) fuel.
- Section 2. The City Manager is authorized to execute the necessary purchases on: contract number WA00019732 with Morgan Tire of Sacramento, Inc. in a total amount not to exceed \$2,500,000 through November 9, 2007; contract number WA00021160 with Hunt & Sons, Inc., in an amount not to exceed \$12,000,000 through November 30, 2007; contract number WA00021226 with Elmer's Portable Welding in an amount not to exceed \$500,000 through November 30, 2007; contract number WA00019279 with Clean Energy in an amount not to exceed \$1,000,000 through November 9, 2007, or until such date as they are no longer available for use by the City of Sacramento.
- Section 3. Prior period (FY2006/07 and July 2007) expenditures with Morgan Tire of Sacramento, Inc. and Hunt & Sons Inc. in the amount of \$228,057 are ratified.

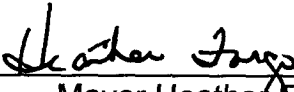
Adopted by the City of Sacramento City Council on August 28, 2007 by the following vote:

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

Noes: None.

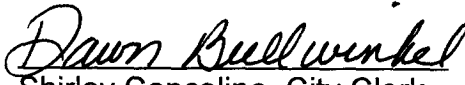
Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:


for Shirley Concolino, City Clerk