SUBJECT: Award of Contract for an Asphalt Paving Machine for Street Patching and Repair (F13-46)

BACKGROUND
Approval is requested to award a contract to Nixon Egli Equipment of Tracy in the amount of $123,540, including sales tax, for one asphalt paving machine for use by the Department of Public Works.

DISCUSSION
The Department of Public Works Operations Division utilizes an asphalt paving machine to prepare street surfaces prior to patching and for other street repairs. The current unit has been in service for the past 11 years and is at the end of its useful life. Cost-effective operation of the City’s fleet requires that vehicles and equipment be replaced before operating costs become excessive. The City’s current asphalt paving machine is considered safe, but its age, hours of operation, and breakdown record make its replacement appropriate at this time.

Bid specifications were prepared by the Fleet Services Division. Purchasing staff issued Invitation for Bids No. F13-46, which was broadcast to potential suppliers through the City’s Onvia DemandStar public procurement network. Sealed bids were received and publicly opened on April 17, 2013. One responsive bid was received from Nixon Egli Equipment Co.

Staff has determined that the equipment offered by Nixon Egli Equipment meets City specifications and recommends that the contract be awarded to that firm as the lowest responsive and responsible bidder.

FISCAL IMPACT
The total purchase price of the new unit is $123,540. Budgeted funds are available in Fleet Equipment Replacement Account 020700.

PUBLIC CONTACT
Public contact was made by posting the Council agenda on the City’s official-notice bulletin board outside City Hall, at the Sunnyvale Senior Center, Community Center and Department of Public Safety; and by making
the agenda and report available at the Sunnyvale Public Library, the Office of the City Clerk and on the City's Web site.

**RECOMMENDATION**
It is recommended that Council award a contract in the amount of $123,540, in substantially the same form as the attached draft purchase order, to Nixon Egli Equipment for one asphalt paving machine.

Reviewed by:

Grace K. Leung, Director of Finance
Prepared by: Pete Gonda, Purchasing Officer

Reviewed by:

Kent Steffens, Director of Public Works

Approved by:

Gary M. Luebbers
City Manager

**Attachments**
A. Bid Tabulation
B. Draft Purchase Order
City of Sunnyvale, California  
Invitation for Bids No. F13-46  
One (1) Asphalt Paving Machine  
Bid Abstract

<table>
<thead>
<tr>
<th>Bid Item</th>
<th>Description</th>
<th>Qty</th>
<th>Unit</th>
<th>Unit Price</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Asphalt Paving Machine</td>
<td>1</td>
<td>EA</td>
<td>113,600.00</td>
<td>113,600.00</td>
</tr>
<tr>
<td></td>
<td>Year/Make/Model</td>
<td></td>
<td></td>
<td>2013 LeeBoy 8500B Asphalt Paver</td>
<td></td>
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<tr>
<td></td>
<td>Sales Tax @ 8.75%</td>
<td>1</td>
<td>EA</td>
<td>9,940.00</td>
<td>9,940.00</td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td>$123,540.00</td>
</tr>
</tbody>
</table>

Vendor offered $1,000 trade-in for City's 2001 model, but City will obtain higher value by auctioning.
**Attachment B**

City of Sunnyvale  
California

**ORDERED FROM**  
00878 - 001  
Nixon Egli Equipment Co Inc  
800 E Grant Line Rd  
Tracy  CA  95304-2820  
(209) 830-8600

**ORDER DATE**  
04/18/2013

**BILL TO:**  
City of Sunnyvale  
Finance Department  
Accounts Payable  
PO Box 3707  
Sunnyvale, CA 94088-3707

**DELIVERY DATE**  
06/30/2013

**PAYMENT TERMS**  
N/30

**BID NO/RFQ NO**

**DETERM TO**  
DPW/Ops - Fleet Services  
221 Commercial St  
Sunnyvale  CA  94085  
Phone: (408) 730-7570

**FOB POINT**

**FREIGHT CHARGES**

**REQ. NO**  
RQ010737

**REQUISITIONER**  
TVARGAS

**CHARGE/OBJ CODE(S):**  
020700 5135  
$123,540.00

<table>
<thead>
<tr>
<th>ITEM</th>
<th>DESCRIPTION</th>
<th>QTY</th>
<th>UNIT</th>
<th>UNIT COST</th>
<th>TOTAL</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Provide one Asphalt Paving Machine to the City of Sunnyvale per Invitation For Bid F13-46 specifications, terms and conditions and bidders response which is incorporated herein by this reference.</td>
<td>1.00</td>
<td>EA</td>
<td>$113,600.0000</td>
<td>$113,600.00</td>
</tr>
</tbody>
</table>
| 2    | Sales tax  
Awarded by Council on May 7, 2013, RTC No._________. | 1.00 | EA   | $9,940.0000 | $9,940.00 |

**TOTAL**  
$123,540.00
Draft Purchase Order NO

Document Terms:

Invoices must be sent directly to Accounts Payable by mail to the address above or by e-mail to accountspayable@sunnyvale.ca.gov and must reference the purchase order number. Failure to comply will result in a delay in payment processing.

This purchase order is subject to the City of Sunnyvale Standard Terms and Conditions for the Purchase of Goods, dated 10/8/2010, a copy of which is attached and incorporated by reference (Form #TCPO-G).

BUYER:

| Cornejo, Perry |
| PHONE (408) 730-7572 | FAX (408) 730-7710 |

End of Purchase Order

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