

**Council Meeting: May 7, 2013****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

Attachment A

**City of Sunnyvale, California
 Invitation for Bids No. F13-46
 One (1) Asphalt Paving Machine
 Bid Abstract**

<i>Vendor</i>				Nixon-Egli Equipment Co.	
<i>Address</i>				800 East Grant Line Road	
<i>Phone</i>				Tracy, CA 95376	
<i>Contact</i>				510-301-7715	
				Michael Knight	
Bid Item	Description	Qty	Unit	Unit Price	Total
1	Asphalt Paving Machine	1	EA	113,600.00	113,600.00
	Year/Make/Model			2013 LeeBoy 8500B Asphalt Paver	
	Sales Tax @ 8.75%	1	EA	9,940.00	9,940.00
	Total				\$123,540.00
	Delivery			90 days	
	Warranty			2 years	
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**

Draft Purchase Order NO

PO004357

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	
DELIVER 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	

ITEM	DESCRIPTION	QTY	UNIT	UNIT COST	TOTAL
1	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.	1.00	EA	\$113,600.0000	\$113,600.00
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



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