

City of Fayetteville Staff Review Form

2020-0324

Legistar File ID

5/5/2020

City Council Meeting Date - Agenda Item Only
N/A for Non-Agenda Item

Sara Glenn

4/15/2020

FLEET OPERATIONS (770)

Submitted By

Submitted Date

Division / Department

Action Recommendation:

A resolution to approve the purchase of three dump trucks available through MHC Kenworth of Springdale, AR for the combined Sourcewell contract price of \$500,927.32 for Water & Sewer and to approve a Budget Adjustment.

Budget Impact:

9700.770.1920-5802.00	SHOP		
Account Number	Fund		
02079-2019 and 2020	Heavy Duty Utility Vehicles - Replacement		
Project Number	Project Title		
Budgeted Item? <u>Yes</u>	Current Budget	\$	752,175.00
	Funds Obligated	\$	-
	Current Balance	\$	752,175.00
Does item have a cost? <u>Yes</u>	Item Cost	\$	500,927.32
Budget Adjustment Attached? <u>Yes</u>	Budget Adjustment	\$	33,000.00
	Remaining Budget	\$	284,247.68

V20180321

Purchase Order Number: _____

Previous Ordinance or Resolution # _____

Change Order Number: _____

Approval Date: _____

Original Contract Number: _____

Comments: The Budget Adjustment is needed to move excess funds remaining from prior purchases to cover all of the Water & Sewer dump trucks being replaced in 2020 that were budgeted in previous years before the prices increased. This adjustment will not affect any future purchases.



MEETING OF MAY 5TH, 2020

TO: Mayor and City Council

THRU: Terry Gulley, Director of Transportation

FROM: Sara Glenn, Fleet Operations Superintendent

DATE: April 15th, 2020

SUBJECT: **Purchase of Three Dump Trucks for Water & Sewer**

RECOMMENDATION:

City Council to approve the purchase of three dump trucks available through MHC Kenworth of Springdale, AR for the combined Sourcewell contract price of \$500,927.32 for Water & Sewer and to approve a Budget Adjustment.

BACKGROUND:

Water & Sewer have units 758 and 764 up for replacement. In addition, they were approved for an expansion unit for 2020. Unit 758 is a 2009 Freightliner M2-112 Dump Truck that has exceeded its life expectancy and has 14.5/15 points. Unit 764 is a 2010 Kenworth T800 Dump Truck that has also exceeded its life expectancy and has 14.4/15 points.

Needing a total of three Dump Trucks, Water & Sewer can purchase these units for the combined Sourcewell contract price of \$500,927.32 from MHC Kenworth of Springdale, AR. This would include a Kenworth T370 13' Dump Truck for \$151,475.00, a Kenworth T880 16' Dump Truck for \$189,211.00, and a Kenworth T880 13' Tandem Axle Dump Truck for \$160,241.32.

DISCUSSION:

Fleet recommends the purchase of each of the three Dump Trucks available through MHC Kenworth of Springdale, AR for the combined Sourcewell contract price of \$500,927.32 for Water & Sewer.

BUDGET/STAFF IMPACT:

The two replacements were originally budgeted back in 2019. Since that time, the cost of dump trucks has drastically increased. The increase in price was reflected in the budget amount for the 2020 expansion. A Budget Adjustment is needed to move excess funds remaining from prior purchases to cover the difference needed for all previously budgeted dump trucks being replaced in 2020. This adjustment will not affect any future purchases. Sufficient funds were budgeted for the expansion.

These purchases were approved at the April 14th Equipment Committee Meeting.

Attachments:

Budget Adjustment
Sourcewell Contracts



OZARK KENWORTH, INC. ("Dealer")

doing business as: MHC KENWORTH/VOLVO - SPRINGDALE

NEW TRUCK ORDER

SPRINGDALE, AR 72762
4678 N 45TH ST
1-479-756-1200

PURCHASER		ADDRESS						
City of Fayetteville		113 W Mountain St						
BUSINESS PHONE	OTHER PHONE	CITY			STATE	ZIP CODE	COUNTY	DATE
479-575-8289	479-575-8257	Fayetteville			AR	72701-6069	WASHINGTON	04/01/2020
QUANTITY	YEAR	MAKE	MODEL	BODY TYPE		SALESPERSON		
1	2021	KW	T880			BRYAN WHITE		
STOCK NUMBER		COLOR		TO BE DELIVERED ON OR ABOUT		FINANCIAL SOURCE		
				06/02/2020		Cash		
SERIAL NUMBERS								
PRICE OF VEHICLE(s) W/O FET							\$189,211.00	
2021 KENWORTH T880 16' HILBILT MONGOOSE DUMP BED SOURCEWELL ID # 34143 KW CONTRACT # 081716-KTC								

TRADE TERMS AGREEMENT APPLICABLE YES

NOTE: If vehicle(s) are not funded within 15 days of truck receipt date at the dealer, customer will be charged a per diem amount per unit until units are fully funded. Customer has 60 days from delivery date of the truck to return and have any add-ons listed on the sales order completed.

DESCRIPTION OF TRADE-IN OR TRADE ATTACHMENT			ADD F.E.T.
YEAR	MAKE	MODEL	SUBTOTAL \$189,211.00
SERIAL NUMBER	MILEAGE		BUSINESS TAX
BALANCE OWED TO			SALES TAX
TRADE DIFFERENCE			LOCAL TAX
			REGISTRATION FEES
			TOTAL DELIVERED PRICE \$189,211.00
			LESS: TRADE-IN ALLOWANCE
			LESS: BALANCE OWED ON TRADE-IN
			TRADE-IN EQUITY
			LESS: CASH DEPOSIT SUBMITTED WITH ORDER

PURCHASER'S CERTIFICATION

Purchaser and the person signing this Order on behalf of Purchaser hereby certify that:

- Purchaser and the person signing this Order on behalf of Purchaser have carefully reviewed the terms and conditions printed on the front and reverse side hereof, and agree to be bound thereby. The terms and conditions printed on the front and reverse side hereof represent the entire and integrated agreement between the parties relating to the purchase and sale of the Vehicle and cancels and supersedes prior negotiations, representations or agreements, either written or oral.
- Purchaser and the person signing this Order on behalf of Purchaser have Carefully reviewed this Order and fully understand that the Vehicle listed above will be equipped only with the optional equipment specifically listed on the face of this Order plus all standard equipment as designated by the manufacturer at the time of delivery.
- The person signing this Order on behalf of Purchaser is of legal age to execute binding contracts in this State. The person signing this Order on behalf of Purchaser has the authority and has been duly authorized to sign this Order on behalf of the Purchaser.

CASH DUE ON DELIVERY (Includes above Taxes, but may not be inclusive of all Applicable Taxes)
UNPAID BALANCE (Amount to be Separately Financed by Purchaser) Due in Cash on Delivery \$189,211.00

READ ALL PAGES OF THIS ORDER

THE TERMS AND CONDITIONS ON PAGE 2 HEREOF ARE PART OF THIS ORDER.

THIS ORDER IS NOT VALID UNLESS SIGNED BY AND ACCEPTED BY AN AUTHORIZED MANAGER OF DEALER.

THE PRICE OF THIS VEHICLE DOES NOT INCLUDE ANY APPLICABLE TAXES, WHICH ARE THE RESPONSIBILITY OF PURCHASER AS SET FORTH ON ALL PAGES HEREOF.

ANY TAXES DISPLAYED ON THIS TRUCK ORDER ARE ESTIMATED. ACTUAL TAXES, AS APPLICABLE, WILL BE INVOICED TO THE PURCHASER AT THE PREVAILING TAX RATES AVAILABLE AT TIME OF VEHICLE INVOICE.

ANY DELIVERY DATES INDICATED ON THIS ORDER ARE ESTIMATES AND SUBJECT TO THE MANUFACTURERS' PRODUCTION SCHEDULE AND FINAL APPROVAL.

**THIS ORDER CONTAINS A BINDING ARBITRATION PROVISION WHICH MAY BE ENFORCED BY THE PARTIES
TERMS AND CONDITIONS ON PAGE 2 HEREOF ARE PART OF THIS AGREEMENT**

SIGNED (AUTHORIZED REPRESENTATIVE OF PURCHASER) :	DATE	ACCEPTED BY DEALER	DATE
			4/1/20



OZARK KENWORTH, INC. ("Dealer")

doing business as: MHC KENWORTH/VOLVO - SPRINGDALE

NEW TRUCK ORDER

SPRINGDALE, AR 72762
4678 N 45TH ST
1-479-756-1200

PURCHASER		ADDRESS					
City of Fayetteville		113 W Mountain St					
BUSINESS PHONE	OTHER PHONE	CITY	STATE	ZIP CODE	COUNTY	DATE	
479-575-8289	479-575-8257	Fayetteville	AR	72701-6069	WASHINGTON	03/31/2020	
QUANTITY	YEAR	MAKE	MODEL	BODY TYPE	SALESPERSON		
1	2021	KW	T880		BRYAN WHITE		
STOCK NUMBER		COLOR	TO BE DELIVERED ON OR ABOUT		FINANCIAL SOURCE		
			07/01/2020		Cash		
SERIAL NUMBERS							
PRICE OF VEHICLE(s) W/O FET					\$160,241.32		

2021 KENWORTH T880 TANDEM AXLE DUMP TRUCK
HILBILT 13' MONGOOSE DUMP BED

Sourcewell ID # 34143)
KW CONTRACT # 081716-KTC

TRADE TERMS AGREEMENT APPLICABLE YES

NOTE: If vehicle(s) are not funded within 15 days of truck receipt date at the dealer, customer will be charged a per diem amount per unit until units are fully funded. Customer has 60 days from delivery date of the truck to return and have any add-ons listed on the sales order completed.

DESCRIPTION OF TRADE-IN OR TRADE ATTACHMENT			ADD F.E.T.
YEAR	MAKE	MODEL	SUBTOTAL \$160,241.32
			BUSINESS TAX
SERIAL NUMBER			SALES TAX
			LOCAL TAX
BALANCE OWED TO			TRADE DIFFERENCE
			REGISTRATION FEES
			TOTAL DELIVERED PRICE \$160,241.32
			LESS: TRADE-IN ALLOWANCE
			LESS: BALANCE OWED ON TRADE-IN
			TRADE-IN EQUITY
			LESS: CASH DEPOSIT SUBMITTED WITH ORDER

PURCHASER'S CERTIFICATION

Purchaser and the person signing this Order on behalf of Purchaser hereby certify that:

- Purchaser and the person signing this Order on behalf of Purchaser have carefully reviewed the terms and conditions printed on the front and reverse side hereof, and agree to be bound thereby. The terms and conditions printed on the front and reverse side hereof represent the entire and integrated agreement between the parties relating to the purchase and sale of the Vehicle and cancels and supersedes prior negotiations, representations or agreements, either written or oral.
- Purchaser and the person signing this Order on behalf of Purchaser have Carefully reviewed this Order and fully understand that the Vehicle listed above will be equipped only with the optional equipment specifically listed on the face of this Order plus all standard equipment as designated by the manufacturer at the time of delivery.
- The person signing this Order on behalf of Purchaser is of legal age to execute binding contracts in this State. The person signing this Order on behalf of Purchaser has the authority and has been duly authorized to sign this Order on behalf of the Purchaser.

CASH DUE ON DELIVERY (Includes above Taxes, but may not be inclusive of all Applicable Taxes)	
UNPAID BALANCE (Amount to be Separately Financed by Purchaser) Due in Cash on Delivery	\$160,241.32

READ ALL PAGES OF THIS ORDER

THE TERMS AND CONDITIONS ON PAGE 2 HEREOF ARE PART OF THIS ORDER.

THIS ORDER IS NOT VALID UNLESS SIGNED BY AND ACCEPTED BY AN AUTHORIZED MANAGER OF DEALER.

THE PRICE OF THIS VEHICLE DOES NOT INCLUDE ANY APPLICABLE TAXES, WHICH ARE THE RESPONSIBILITY OF PURCHASER AS SET FORTH ON ALL PAGES HEREOF.

ANY TAXES DISPLAYED ON THIS TRUCK ORDER ARE ESTIMATED. ACTUAL TAXES, AS APPLICABLE, WILL BE INVOICED TO THE PURCHASER AT THE PREVAILING TAX RATES AVAILABLE AT TIME OF VEHICLE INVOICE.

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TERMS AND CONDITIONS ON PAGE 2 HEREOF ARE PART OF THIS AGREEMENT**

SIGNED (AUTHORIZED REPRESENTATIVE OF PURCHASER):	DATE	ACCEPTED BY DEALER	DATE
			3/30/20

(27-124599-171498)

Customer Initials _____



OZARK KENWORTH, INC. ("Dealer")

doing business as: MHC KENWORTH/VOLVO - SPRINGDALE

NEW TRUCK ORDER

SPRINGDALE, AR 72762
4678 N 45TH ST
1-479-756-1200

PURCHASER		ADDRESS					
City of Fayetteville		113 W Mountain St					
BUSINESS PHONE	OTHER PHONE	CITY	STATE	ZIP CODE	COUNTY	DATE	
479-575-8289	479-575-8257	Fayetteville	AR	72701-6069	WASHINGTON	04/03/2020	
QUANTITY	YEAR	MAKE	MODEL	BODY TYPE	SALESPERSON		
1	2021	KW	T370		BRYAN WHITE		
STOCK NUMBER	COLOR	TO BE DELIVERED ON OR ABOUT			FINANCIAL SOURCE		
		09/01/2020			Cash		
SERIAL NUMBERS							
PRICE OF VEHICLE(s) W/O FET					\$138,371.57		
2021 KENWORTH T370 4X4 HILBILT 13' MONGOOSE DUMP BED							
SOURCECELL ID # 34143 KW CONTRACT # 081716-KTC							

TRADE TERMS AGREEMENT APPLICABLE YES

NOTE: If vehicle(s) are not funded within 15 days of truck receipt date at the dealer, customer will be charged a per diem amount per unit until units are fully funded. Customer has 60 days from delivery date of the truck to return and have any add-ons listed on the sales order completed.

DESCRIPTION OF TRADE-IN OR TRADE ATTACHMENT			ADD F.E.T.	\$13,103.43
YEAR	MAKE	MODEL	SUBTOTAL	\$151,475.00
			BUSINESS TAX	
SERIAL NUMBER	MILEAGE		SALES TAX	
			LOCAL TAX	
BALANCE OWED TO	TRADE DIFFERENCE		REGISTRATION FEES	
			TOTAL DELIVERED PRICE	\$151,475.00
			LESS: TRADE-IN ALLOWANCE	
			LESS: BALANCE OWED ON TRADE-IN	
			TRADE-IN EQUITY	
			LESS: CASH DEPOSIT SUBMITTED WITH ORDER	

PURCHASER'S CERTIFICATION		CASH DUE ON DELIVERY (Includes above Taxes, but may not be inclusive of all Applicable Taxes)
Purchaser and the person signing this Order on behalf of Purchaser hereby certify that:		UNPAID BALANCE (Amount to be Separately Financed by Purchaser) Due in Cash on Delivery \$151,475.00
<p>1. Purchaser and the person signing this Order on behalf of Purchaser have carefully reviewed the terms and conditions printed on the front and reverse side hereof, and agree to be bound thereby. The terms and conditions printed on the front and reverse side hereof represent the entire and integrated agreement between the parties relating to the purchase and sale of the Vehicle and cancels and supersedes prior negotiations, representations or agreements, either written or oral.</p> <p>2. Purchaser and the person signing this Order on behalf of Purchaser have Carefully reviewed this Order and fully understand that the Vehicle listed above will be equipped only with the optional equipment specifically listed on the face of this Order plus all standard equipment as designated by the manufacturer at the time of delivery.</p> <p>3. The person signing this Order on behalf of Purchaser is of legal age to execute binding contracts in this State. The person signing this Order on behalf of Purchaser has the authority and has been duly authorized to sign this Order on behalf of the Purchaser.</p>		<p>READ ALL PAGES OF THIS ORDER</p> <p>THE TERMS AND CONDITIONS ON PAGE 2 HEREOF ARE PART OF THIS ORDER.</p> <p>THIS ORDER IS NOT VALID UNLESS SIGNED BY AND ACCEPTED BY AN AUTHORIZED MANAGER OF DEALER.</p> <p>THE PRICE OF THIS VEHICLE DOES NOT INCLUDE ANY APPLICABLE TAXES, WHICH ARE THE RESPONSIBILITY OF PURCHASER AS SET FORTH ON ALL PAGES HEREOF.</p> <p>ANY TAXES DISPLAYED ON THIS TRUCK ORDER ARE ESTIMATED. ACTUAL TAXES, AS APPLICABLE, WILL BE INVOICED TO THE PURCHASER AT THE PREVAILING TAX RATES AVAILABLE AT TIME OF VEHICLE INVOICE.</p> <p>ANY DELIVERY DATES INDICATED ON THIS ORDER ARE ESTIMATES AND SUBJECT TO THE MANUFACTURERS' PRODUCTION SCHEDULE AND FINAL APPROVAL.</p>

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SIGNED (AUTHORIZED REPRESENTATIVE OF PURCHASER) :	DATE	ACCEPTED BY DEALER	DATE
			4/3/20