

City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:		Item Type:			1 st Reading		2 nd Reading	
4/7/2021		⊠ Resolution □ Ordinance □ Other		Ordinance Reading	N/A		N/A	
4///2021				Public Hearing				
File No.:				Advertising Required				
21-103				Quasi-Judicial:				
Fiscal Impact (\$):		Account Balance (\$):		Funding Source:	Proje		ect Number:	
\$145,000		\$145,000		3410-544030			N/A	
Contract/P.O. Required		RFP/RFQ/Bid Number:		Sponsor Name:	Department:		partment:	
⊠ Yes	□ No	OMNIA PATNERS CONTRACT # 2019000319 RFP # 269-2018-047 EQUIPMENT RENTAL AND RELATED PRODUCTS AND SERVICES.		Jeffrey Odoms, Inte	rim	Public Works		
Strategic Plan Focus Areas:								
⊠ Finance & Budg		dget □ Orga		anizational Capacity		☐ Infrastructure/Projects		
Implementation Timeline:								
Estimated Start Date: 4/7/2021 Estimated End Date: 9/30/2021								

SHORT TITLE:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA AUTHORIZING USE OF A COOPERATIVE PURCHASING CONTRACT THROUGH OMNIA PARTNERS # 2019-000319 FOR TRUCK RENTALS FROM BIG TRUCK RENTAL, LLC FOR AN AMOUNT NOT TO EXCEED ONE HUNDRED FORTY FIVE THOUSAND DOLLARS (\$145,000), FOR A TOTAL ANNUAL EXPENDITURE OF ONE HUNDRED NINETY TWO THOUSAND AND NINE HUNDRED DOLLARS (\$192,900); AND PROVIDING AN EFFECTIVE DATE.

STAFF SUMMARY:

Summary:

This agenda item seeks City Commission approval to utilize the competitively solicited OMNIA PARTNERS contract #2019-000319 with Big Truck Rental, LLC Inc. through the City of North Carolina's RFP No. 269-2018-047 for Equipment Rentals and Related Products and Services in an amount not-to-exceed \$145,000 to extend truck rentals through the end of the fiscal year, for a total amount to vendor of \$192,900.

Background:

The Sanitation Division's Commercial and Multi-Family Solid Waste Collection operation has been under great pressure due the failure of several front load refuse trucks that have reached their useful life, are damaged beyond repair, or have been declared a total loss. The operation's fleet consists of six (6) trucks. Currently only three (3) trucks are operational (see table below).

Unit #	Description	Condition		
983	2009 Autocar (Diesel)	Internal engine damage. Cost of repair exceeds truck's value		
1138	2014 Autocar (CNG)	Declared total loss from fire back in November 2020.		
1139	2014 Autocar (CNG)	Internal engine damage. Cost of repair exceeds truck's value		
980	2010 Autocar (Diesel)	Past its useful live of 10 years - but operational		
1140	2014 Autocar (CNG)	Operational but is frequently in the shop for repairs		
1220	2015 Autocar (CNG)	Operational		

Current Situation:

Currently the Division is utilizing three (3) rental front loader refuse trucks (diesel) from Big Truck Rental, LLC. Purchase Orders 20210414 & 20210492 in the amounts of \$28,100 and \$19,800 have been issued to the vendor respectively. Risk Management covered the cost of three months (12/29/2020-3/25/21) of rental totaling \$19,800 for the truck that was declared a total loss after a fire, and the Sanitation Division utilized \$28,100 of the \$30,000 budgeted for equipment rentals in the current fiscal year for the additional two (2) trucks for two months (1/12/2021 to 3/22/21).

To continue operation, the City Manager has approved the use of budgeted Working Reserve funds in the amount of \$145,000.

2 Trucks	\$ 6,600.00	6 months	\$ 79,200
1 Truck	\$ 8,000.00	6 months	\$ 48,000
		Total	\$ 127,200
		Not-to-Exceed	\$ 145,000
		Contingency	\$ 17,800

This action will allow the Division to extend the rental period of the three (3) trucks for 6 more months - from April 2021 through September 2021- and will also allow for a contingency in the event a fourth truck is needed.

The rental rate for the trucks, based on Big Truck's agreement (Exhibit 2 & 3) through the OMNIA PARTNERS Contract # 2019-000319, is \$8,000/month. However, the City was able to benefit from a COVID relief rate of \$6,600/month, advertised by the company, for two of the three refuse trucks rented by the City in the past three months. The vendor will continue to honor the \$6,600/month rate for two refuse trucks for the remainder of the year. The rate for one of the three trucks will continue to be \$8,000. These rentals are new model vehicles: Two (2) 2020 Peterbilt Front Loader trucks and one (1) 2021 Mack Front Loader truck.

Why Action is Necessary:

Action is necessary to authorize the City Manager to exceed the threshold of \$50,000 as the additional rental fees of approximately \$145,000 will increase the estimated total expense for vendor to approximately \$192,900.

Pursuant to Chapter 23, Section 23-8 Exception to Bid Requirements, (6) Bids and Contracts from Other entities, and Section 23-9 Cooperative Purchasing, the City Manager is authorized to procure all supplies, materials, equipment and services from other governmental units, when the best interests of the City would be served subject to the requirement that any purchase in excess of \$50,000 requires City Commission approval.

Cost Benefit:

Considering the impending release of the RFP to outsource the Multi-Family and Commercial Solid Waste Collection operation, renting the trucks (rather than purchasing them) is the most cost beneficial course of action to keep providing the core service of trash removal.

PROPOSED ACTION

The City Commission approved the attached resolution to authorize utilize the competitively solicited OMNIA PARTNERS contract #2019-000319 with Big Truck Rental, LLC Inc. through the City of North Carolina's RFP No. 269-2018-047 for Equipment Rentals and Related Products and Services in an amount not-to-exceed \$145,000 for a total amount of \$192,900 in the fiscal year.

ATTACHMENT(S)

Exhibit 1 – Resolution

Exhibit 2 – Agreement

Exhibit 3 – Amendment 1 to Agreement

Exhibit 4 – RFP 2018-047

Exhibit 5 – Authorization to Utilize Contract

Exhibit 5 – Proposal from Big Truck

Prepared By: <u>Mary Francis Jeannot</u>
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Assistant Director of Public Works

__*Teff Odoms* Jeff Odoms Reviewed By: _

Interim Director of Public Works

Approved By: <u>Keven Klopp</u>

Keven Klopp

Assistant City Manager