



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Procurement
ACM: Cassey Ogden
DATE: May 7, 2024

SUBJECT

Consider adoption of an ordinance of the City of Denton, a Texas home-rule municipal corporation, authorizing the City Manager to execute a contract with Industrial Power, LLC, through The Interlocal Purchasing System (TIPS) Cooperative Program Contract # 230802 and 230803, for the purchase and repairs of truck and trailer parts for the Fleet Services Department; providing for the expenditure of funds therefor; and providing an effective date (File 8539 – awarded to Industrial Power, LLC, for one (1) year, with the option for four (4) additional one (1) year extensions, in the total five (5) year not-to-exceed amount of \$1,800,000.00).

STRATEGIC ALIGNMENT

This action supports the Key Focus Area: Enhance Infrastructure and Mobility.

INFORMATION/BACKGROUND

The proposed contract will cover drivetrain, body repairs, and parts on all City-owned, medium-duty, and heavy-duty assets. Industrial Power specializes in custom work, which allows the Fleet Department to use them for repairs to Fire Department apparatus and vacuum trucks. Additionally, Industrial Power is a certified Allison transmission repair shop.

The Interlocal Purchasing System (TIPS) contract includes paint, bodywork, service, and equipment parts. Having a contract for these services will reduce the downtime of affected vehicles. In addition to the contract benefits, Industrial Power, LLC, provides pick-up and delivery services, reducing staff time involved with transporting vehicles. The contract value is based on historical spending levels and includes estimates for future service work.

Category	Year 1	Year 2	Year 3	Year 4	Year 5	Total
Addition/Replacement	\$282,000	\$282,000	\$282,000	\$282,000	\$282,000	\$1,410,000
Repair Services	60,000	60,000	60,000	60,000	60,000	300,000
Subtotal	342,000	342,000	342,000	342,000	342,000	1,710,000
Contingency 5%	18,000	18,000	18,000	18,000	18,000	90,000
Total	\$360,000	\$360,000	\$360,000	\$360,000	\$360,000	\$1,800,000

Pricing obtained through The Interlocal Purchasing System has been competitively bid and meets the statutory requirements of Texas Local Government Code 271.102.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On May 17, 2011, City Council approved the interlocal agreement with The Interlocal Purchasing System (Ordinance 2011-082).

RECOMMENDATION

Award a contract with Industrial Power, LLC, for the purchase and repairs of truck and trailer parts for the Fleet Services Department, in a one (1) year, with the option for four (4) additional one (1) year extensions, in the total five (5) year not-to-exceed amount of \$1,800,000.

PRINCIPAL PLACE OF BUSINESS

Industrial Power, LLC
McKinney, TX

ESTIMATED SCHEDULE OF PROJECT

This is an initial one (1) year contract with options to extend the contract for four (4) additional one (1) year periods, with all terms and conditions remaining the same. TIPS contracts 230802 and 230803 expire on October 31, 2026.

FISCAL INFORMATION

These services will be funded through the Fleet operating budget and charged back to the utilizing departments through Faster allocations. Requisitions will be entered on an as-needed basis. The City will only pay for services rendered and is not obligated to pay the full contract amount unless needed.

EXHIBITS

Exhibit 1: Agenda Information Sheet
Exhibit 2: Ordinance and Contract

Respectfully submitted:
Lori Hewell, 940-349-7100
Purchasing Manager

For information concerning this acquisition, contact: Dustin Rolfe, 940-349-8438.

Legal point of contact: Marcella Lunn at 940-349-8333.