



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Procurement
ACM: Cassey Ogden
DATE: July 23, 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 Reliance Environmental Truck Sales LLC dba Reliance Truck & Equipment, through the Buy Board Cooperative Purchasing Network Contract # 686-22, for the purchase and repair of heavy-duty vehicles and equipment for various departments for the Fleet Services Department; providing for the expenditure of funds therefor; and providing an effective date (File 8591 – awarded to Reliance Environmental Truck Sales LLC dba Reliance Truck & Equipment, 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 \$4,013,706.00).

STRATEGIC ALIGNMENT

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

INFORMATION/BACKGROUND

The proposed contract will be utilized by Fleet Services to procure and repair equipment for various city departments engaged in sewer line maintenance, street maintenance, and refuse disposal. Examples of the equipment to be acquired include Labrie loaders, Serco brush trucks, and similar equipment for departments including Solid Waste, Streets, and Drainage. Fleet Services strategizes asset management, including planning for new acquisitions and asset replacements, integrated within the city's annual budget process. Funding for all new acquisitions and replacements is allocated within the Capital Improvement Budget. Repair cost estimates are based on historical spending and funded by the operating budget. The contract value is based on historical spending levels and includes estimates for future assets and services.

Estimated Contract Expenses

Category	Year 1	Year 2	Year 3	Year 4	Year 5	Total
Asset Additions	\$420,000	\$432,600	\$445,578	\$458,945	\$472,714	\$2,229,837
Asset Replacements	220,000	226,600	233,398	240,400	247,612	1,168,010
Asset Repairs	80,000	82,400	84,872	87,418	90,041	424,731
Sub Total	\$720,000	\$741,600	\$763,848	\$786,763	\$810,367	\$3,822,578
Contingency 5%	36,000	37,080	38,192	39,338	40,518	191,128
Total	\$756,000	\$778,680	\$802,040	\$826,101	\$850,885	\$4,013,706

Pricing obtained through the Buy Board Cooperative Purchasing Network has been competitively bid and meets the statutory requirements of Texas Local Government Code 271.102.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On February 1, 2005, the City Council approved the interlocal agreement with the Buy Board Cooperative Purchasing Network (Ordinance 2005-034).

RECOMMENDATION

Award a contract with Reliance Environmental Truck Sales LLC dba Reliance Truck & Equipment, for the purchase and repair of heavy-duty vehicles and equipment for various departments for the Fleet Services Department, in a one (1) year, with the option for four (4) additional one (1) year extensions, in a total five (5) year not-to-exceed amount of \$4,013,706.

PRINCIPAL PLACE OF BUSINESS

Reliance Environmental Truck Sales LLC dba Reliance Truck & Equipment
Converse, 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. This Buy Board contract expires on November 30, 2025.

FISCAL INFORMATION

The proposed contract will be funded through the City's Capital Budget. The City will only pay for services rendered and is not obligated to pay the total contract amount unless needed.

EXHIBITS

Exhibit 1: Agenda Information Sheet
Exhibit 2: Cooperative Pricing
Exhibit 3: Ordinance and Contract

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

For information concerning this acquisition, contact: Tom Gramer, 940-349-7467.

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