

## **PUBLIC UTILITIES BOARD AGENDA ITEM**

### **AGENDA INFORMATION SHEET**

**AGENDA DATE:** January 8, 2018

**DEPARTMENT:** Utilities

**ACM:** Mario Canizares, 349-8535

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#### **SUBJECT**

Consider recommending adoption of an ordinance approving a contract for the purchase of one (1) Terex 47' Digger Derrick truck for the Denton Municipal Electric Distribution Department as awarded by Buy Board Cooperative Purchasing Network Contract# 521-16; providing for the expenditure of funds therefor; and providing an effective date (File 6670-awarded to Freightliner of Austin, in the not-to-exceed amount of \$231,765).

#### **BACKGROUND**

This item is for the purchase of one (1) Terex model 4047, 47' Digger Derrick truck, mounted on a Freightliner model M2-106 chassis. The truck is a fleet addition for the Electric Distribution Department that was approved in the 2017-2018 fiscal year budget. This truck will be used to install and maintain electric poles throughout the City.

Fleet staff obtained two (2) cooperative purchasing contract quotes (State of Texas Buy Board and National Joint Purchasing Alliance) from prospective suppliers of this type of equipment (Exhibit 2). Electric Distribution staff is recommending the purchase of the Terex model 4047 Digger Derrick truck utilizing Buy Board Contract 521-16. Although this unit is the higher cost truck, staff believes the Terex to be the best value based on current issues with the maintenance and excessive downtime associated with two (2) Altec brand digger derrick trucks currently in operation (Exhibit 3). Use of the Buy Board Cooperative Purchasing Network meets State of Texas statutory requirements for competitive bidding (Government Code 271.102).

#### **PRINCIPAL PLACE OF BUSINESS**

Freightliner of Austin  
Austin, TX

#### **RECOMMENDATION**

Award a contract for the purchase of one (1) Terex Digger Derrick model 4047 truck to Freightliner of Austin, in the amount not to exceed \$231,765.

#### **ESTIMATED SCHEDULE OF PROJECT**

Delivery of the digger derrick truck will occur within 180 to 240 days after receipt of order.

## **FISCAL INFORMATION**

The truck will be funded from Denton Municipal Electric operating account 603810605.1355.3920. Requisition #137189 has been entered in the Purchasing software system.

## **STRATEGIC PLAN RELATIONSHIP**

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

**Related Key Focus Area: Organizational Excellence**

**Related Goal: 1.1 Manage financial resources in a responsible manner**

## **EXHIBITS**

Exhibit 1: Agenda Information Sheet

Exhibit 2: Price Comparison/Quote

Exhibit 3: Staff Memo

Exhibit 4: Ordinance

Respectfully submitted:  
Karen Smith, 349-8436  
Purchasing Manager

For information concerning this acquisition, contact: Terry Kader at 940-349-8729