

Agenda Report



MEETING DATE: Tuesday, July 9, 2024

TO: City Council

FROM: PUBLIC WORKS & UTILITIES DIRECTOR LINDBERG
ASST PUBLIC WORKS & UTILITIES DIRECTOR GREEN

SUBJECT: AUTHORIZE CITY MANAGER TO NEGOTIATE AND EXECUTE A
PURCHASE ORDER FOR PORTABLE GENERATOR
PROCUREMENT IN AN AMOUNT NOT TO EXCEED \$200,000,
PAID FOR BY THE SOLID WASTE ENTERPRISE FUND AND
SEWER ENTERPRISE FUND

RECOMMENDED ACTION:

Authorize City Manager to negotiate and execute a purchase order for the procurement of two portable generators from Volvo Construction Equipment & Service, in an amount not to exceed \$200,000.

BACKGROUND:

The Sewer Collections and Solid Waste divisions require the replacement of existing portable generators that have reached the end of their useful service life.

DISCUSSION:

The sewer collections division utilizes a 100 kW portable diesel generator for emergency responses required at the City's sewer lift stations. The landfill also utilizes a portable diesel generator of the same size to provide emergency backup power to the landfill equipment in the case of a power outage. Both generators are reaching the end of their serviceable lifespan, requiring replacement.

Staff obtained a quote to purchase two Bobcat (formerly Doosan) generators from the low bidder, Volvo Construction Equipment & Service, who was awarded the contract from the competitively bid process vendor Sourcewell. Sourcewell is a National Joint Powers Association (NJPA). The NJPA contract number is 020923-CEC. The City of Watsonville is a Sourcewell Member, number 18533.

Staff therefore recommends that City Council authorize City Manager to execute a purchase order with Volvo Construction Equipment & Services for an amount not to exceed \$200,000. This amount will cover the quoted cost for the two generators, which is \$189,143.87, plus 6% contingency budget to account for adjustments to freight or tax at the time of shipping.

STRATEGIC PLAN:

This purchase is consistent with strategic plan goal:
2-Infrastructure & Environment

FINANCIAL IMPACT:

Each generator will be paid out of the appropriate enterprise fund as follows:

There is sufficient budget available in the Solid Waste Enterprise Fund for the landfill generator in budget account 915-7855-14643.

There is sufficient budget available in the Sewer Enterprise Fund for the sewer collections generator in budget account 911-7813-15112.

ALTERNATIVE ACTION:

No reasonable alternatives are known at this time.

ATTACHMENTS AND/OR REFERENCES (If any):

- 1) Quote from Volvo Construction Equipment & Services