

STAFF REPORT



ITEM NO. 7

CITY OF OCEANSIDE

DATE: August 16, 2006

TO: Honorable Mayor and City Councilmembers

FROM: Water Utilities Department

SUBJECT: **APPROVAL OF A PURCHASE ORDER IN THE AMOUNT OF \$90,035.90 TO FLEET SYSTEMS TO REPLACE THE DIESEL GENERATOR AT THE BUENA VISTA SEWER LIFT STATION**

SYNOPSIS

Staff recommends that the City Council approve a purchase order in the amount of \$90,035.90 to Fleet Systems of San Diego to replace the diesel generator at the Buena Vista Sewer Lift Station; and authorize the Financial Services Director, or designee, to execute the purchase order.

BACKGROUND

The existing diesel generator, which is 15 years old, has been repaired several times and no longer meets Air Pollution Control District emission regulations. A generator is necessary to provide back-up power at the existing Buena Vista Sewer Lift Station. The new generator will have an anticipated life expectancy of 15 to 20 years.

ANALYSIS

Staff requested bids for replacing the diesel generator at the Buena Vista Sewer Lift Station from three vendors. Fleet Systems of San Diego was the low bidder (Exhibit A).

FISCAL IMPACT

In the adopted budget for FY 2006-2007, City Council approved an appropriation of \$400,000 for Lift Station Upgrades capital projects. There are budgeted funds available for the request.

COMMISSION OR COMMITTEE REPORT

Does not apply.

CITY ATTORNEY'S ANALYSIS

Chapter 28A of the Oceanside City Code requires purchases of supplies, services and equipment of estimated value greater than \$25,000 to be procured by competitive written bid, with the contract awarded to the lowest responsible bidder. "Responsible bidder" is defined at Section 28A.1(d) of the Code as a bidder who submits a responsive bid and who is not only financially responsible but is possessed of the resources, judgment, skill, ability, capacity and integrity necessary to perform the contract according to its terms. The City Council also has discretion for good cause, to reject all bids and readvertise.

RECOMMENDATION

Staff recommends that the City Council approve a purchase order in the amount of \$90,035.90 to Fleet Systems of San Diego to replace the diesel generator at the Buena Vista Sewer Lift Station; and authorize the Financial Services Director, or designee, to execute the purchase order.

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BIDS: Replace Buena Vista Sewer Lift Station diesel generator

Vendor	Bid to replace generator
Fleet Systems	\$90,035.90
RP Electric Services	\$93,634.75
Global Power Group	\$102,104.00