



City of Grand Island

Tuesday, October 25, 2022

Council Session

Item G-17

#2022-305 - Approving Amendment No. 1 to the Public Transit Vehicle Provider

Staff Contact: Keith Kurz PE, Interim Public Works Director

Council Agenda Memo

From: Charley Falmlen, Transit Program Manager

Meeting: October 25, 2022

Subject: Approving Amendment No. 1 to the Public Transit Vehicle Provider

Presenter(s): Keith Kurz PE, Interim Public Works Director

Background

Davey Coach Sales, Inc. of Sedalia, Colorado was selected as the qualified agency to provide rear lift, All Wheel Drive (AWD) transit vans for demand response public transit service in the urbanized area of Grand Island, Nebraska and the remainder of Hall County. On December 14, 2021, via Resolution No. 2021-345, City Council approved an agreement with Davey Coach Sales, Inc. from December 15, 2021 to December 14, 2024, with an option to renew such on an annual basis for a two (2) year period.

The cost of Transit vehicles for each year is listed below, along with the minimum quantity listed for years 1-3.

<i>Fiscal Year</i>	<i>Unit Price</i>	<i>Minimum Quantity</i>	<i>Minimum Price</i>
2022	\$71,414.00	2	\$142,828.00
2023	\$74,985.00	3	\$224,955.00
2024	\$78,734.00	2	\$157,467.00
2025	\$82,671.00	-	-
2026	\$86,805.00	-	-

One of the vans from FY22 has been delivered, with the other expected to arrive in the near future.

Discussion

Requests for a price increase must be submitted in writing to the City of Grand Island prior to May 1st of the agreement year to begin on December 15th. All prices increases will be subject to City Council approval, and must be approved in writing by both the City and Davey Coach Sales.

On April 22, 2022 Davey Coach Sales, Inc. notified the Transit Program Manager of a price increase per van of \$9,678.00 for year two, changing the original price from \$74,985.00 to \$84,663.00.

Amendment No. 1 to the original agreement with Davey Coach Sales, Inc. is requested at this time to address the increase in base unit pricing, as well as the reduction of Government Price Concession (GPC) by Ford.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve Amendment No. 1 to the original agreement with Davey Coach Sales of Sedalia, Colorado.

Sample Motion

Move to approve the resolution.



TRANSIT VEHICLE PROVIDER AGREEMENT BUDGET AMENDMENT

CONTRACTOR: Davey Coach Sales, Inc.
AMOUNT OF CONTRACT: Dec. 15, 2021 – Dec. 14, 2022- \$142,828
Dec. 15, 2022- Dec 14, 2023 - \$224,955
Dec. 15, 2023- Dec 14, 2024 - \$157,468
CONTRACT DATE: December 14, 2021

Per the written request from Davey Coach Sales, Inc., the increase request is based on the considerable rise in production costs.

<i>December 15, 2022- December 14, 2023</i>	
Contract Price Prior to this Change Order.....	\$224,955.00
Net Increase/Decrease Resulting from this Change Order.....	\$ 29,034.00
Revised Contract Price Including this Change Order.....	\$253,989.00

The Above Change Order Accepted:

Davey Coach Sales, Inc.

By _____ Date _____

Approval Recommended:

By _____ Date _____
Keith Kurz PE, Interim Public Works Director/City Engineer

Approved for the City of Grand Island, Nebraska

By _____ Date _____
Mayor

Attest _____
City Clerk

RESOLUTION 2022-305

WHEREAS, on December 14, 2021, via Resolution No. 2021-345, the City of Grand Island awarded Davey Coach Sales, Inc. of Sedalia, Colorado the Public Transit Vehicle Provider agreement; and

WHEREAS, requests for a price increase must be submitted in writing to the City of Grand Island prior to May 1st of the agreement year to begin on December 15th, with all prices increases subject to City Council approval, and written approval by both the City and Davey Coach Sales; and

WHEREAS, on April 22, 2022 Davey Coach Sales, Inc. notified the Transit Program Manager of a price increase per van of \$9,678.00 for year two, changing the original price from \$74,985.00 to \$84,663; and

WHEREAS, Amendment No. 1 to the original agreement with Davey Coach Sales, Inc. is requested at this time to address the increase in base unit pricing, as well as the reduction of Government Price Concession (GPC) by Ford.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that Amendment No. 1 to the Public Transit Vehicle Provider agreement by and between the City and Davey Coach Sales, Inc. of Sedalia, Colorado is hereby approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, October 25, 2022.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
October 20, 2022	☐ City Attorney