



ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: Dan Berlenbach, Fleet Services Manager *DB* Agenda Item No. I-1

Reviewed By: City Manager *[Signature]* City Attorney *WA* Finance *JAC* Other (Specify) N/A

DATE: February 4, 2009

TO: City Council

FROM: Michael Henderson, General Services Superintendent *[Signature]*

SUBJECT: **First Amendment to Agreement No. A-6801 with Genuine Parts Company for the Provision of Tires to the City's Vehicle Fleet**

RECOMMENDATION

That City Council approve and authorize the Mayor to execute the First Amendment to the Agreement with Genuine Parts Company, changing the agreement to enable the vendor to provide tires, in addition to repair parts, to the City's vehicle fleet.

DISCUSSION

The Fleet Services Division of the General Services Department provides maintenance for the City's fleet of vehicles. Fleet Services has been purchasing repair parts for fleet maintenance from Genuine Parts Company ("NAPA") since 2007, with significant savings to the City in labor and direct costs. Approval of this First Amendment to the Agreement would allow NAPA to provide automotive and truck tires, in addition to repair parts, to Fleet Services. This is an essentially no-cost change to the City, as Fleet Services currently buys tires for the City's fleet and is budgeted to do so.

Benefits to this change include better management of the tire recapping program, elimination of the City's tire inventory investment (approximately \$8,000), a larger and more accurate tire inventory, and more available maintenance staff hours from our Tire Repairer. Moreover, this change will provide further efficiencies to the division and will improve maintenance service to other City departments. Additionally, sales tax previously paid to out-of-town tire vendors will now flow through NAPA to the City.

FINANCIAL IMPACT

There are sufficient funds in Fleet Services Account No. 741-7501-853 to cover this agreement for the remainder of FY 2008-09. No additional appropriation is necessary at this time. Staff anticipates that future budget appropriations will support this amendment. Efficiencies gained will offset any cost increases from NAPA.

First Amendment to Agreement No. A-6801 with Genuine Parts Company for the Provision of Tires to the City's Vehicle Fleet
February 9, 2009
Page 2

ATTACHMENTS

Attachment No. 1: First Amendment to Agreement No. A-6801 for On-Site Consulting Services with Genuine Parts Company

Note: Attachment #1 has been provided to City Council under separate cover. Copies for review are available at the Circulation Desk in the Library after 6:00 p.m. on Thursday prior to the Council meeting and in the City Clerk's Office after 8:00 a.m. on Friday prior to the Council meeting.