**LIGHT DUTY VEHICLES**

**REPAIR/SERVICE CONTRACT**

This Contract is made and entered on the \_\_\_\_\_\_\_\_\_\_ day of August, 2022, at Nome, Alaska by and between \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (hereinafter called “Contractor”) and the City of Nome (hereinafter called “City”), all being located in the City of Nome, Alaska.

**WHEREAS,** the City desires to obtain repair and servicing of its LIGHT DUTY VEHICLES on a regular and prompt basis.

**NOW, THEREFORE,** in consideration of the covenants, conditions and stipulations herein contained, the parties mutually agree as follows:

1. Repair and Service – The Contractor agrees to repair and service LIGHT DUTY VEHICLES of the City, in accordance with the use and season of the year and in compliance with procedures set forth in the manufacturer’s recommended list of service. Service work shall include, but not be limited to, greasing, oil changes, oil filter changes, battery service, air cleaner service, cooling system service, hydraulic brake reservoir service, lights and gear box service, including differentials and transmissions.

2. Parts, Materials, and Lubricants – The Contractor shall be compensated for parts and materials at COST plus a reasonable profit. Contractor hereby agrees to maintain a reasonable parts and supplies inventory, including, but not limited to, all materials, parts, and supplies required for regular and routine vehicle maintenance as provided in Section 1 above.

A) Special ordering of materials, parts, and supplies shall be given prompt attention by the Contractor. Sources of supply must be established on the basis of prompt, reliable availability of parts.

B) Acquisition of rubber tires, batteries, repair of tires, body repair, and body painting are not necessarily a part of this repair and service Contract, but may be requested by the City.

C) A service reminder shall be placed in each piece of equipment, visible to the operator, which will inform the operator when the next scheduled maintenance is to occur.

The following is a list of vehicles and/or equipment currently in use by the City. The City reserves the right to add or delete vehicles/equipment during the term of this contract.

(a) VEHICLE(S) and/or EQUIPMENT:

**Light Duty Vehicles:**

**NPD 2011 Ford Expedition (XYE 481)**

**NPD 2011 Ford Expedition (XYE 482)**

**NPD 2014 Ford Expedition (318)**

**NPD 2014 Ford F250 (319)**

**NPD 2016 Ford Explorer (322)**

**NPD 2016 Ford Explorer (323)**

**NPD 2016 Ford Explorer (XZA 321)**

**NPD 2017 Dodge Ram Box Van (329)**

**NPD 2004 Chevrolet 3500 Box Van (302)**

**NVAD/NVFD 2008 Chevrolet Tahoe (XYB 425)**

**ADMIN 2007 Chevrolet Tahoe (XYA 616)**

**LEGIS 2013 Ford Expedition (316)**

**ACO 2005 Chevrolet Astro Van (XXY 290)**

**BLDINSP 1999 Chevrolet Suburban (XYE 480)**

**NRC 2001 Ford F250 (XZA 317)**

**PORT 2002 Ford F350 Flatbed (XZA 309)**

**PORT 2005 Chevrolet Trail Blazer (XYB 508)**

**PORT 2008 GMC Sierra Ex Cab 4x4 (XYA 618)**

**PORT 2012 GMC Sierra Crew Cab 4x4 (XZB 189)**

**MTNC 2010 Ford Expedition XLT 4x4 (XYE 484)**

**MTNC 2010 Ford Expedition XLT 4x4 (XYE 485)**

**MTNC 2017 Chevy Silverado (XZA 238)**

**MTNC 2005 Chevy Tahoe (XXY 612)**

**MTNC 2005 Chevy Tahoe (XYA 293)**

**MTNC 2012 Chevy 3500 HD (XZA 305)**

**PUBWKS 2012 Chevy Flatbed (XZA 304)**

**PUBWKS 2004 Ford F-350 (YYV 124)**

**LNDFLL 2005 Chevy Tahoe (XXY 294)**

**These vehicles are representative of the rolling stock of the city and are subject to change during the term of the contract.**

(b) FREQUENCY OF SERVICE:

All Manufacturers’ recommendations regarding service schedules and lubrication types are to be followed at the prescribed frequency. Scheduled oil samples shall be conducted at manufacturer’s recommendation. In the event a manufacturer preventative maintenance schedule is not available, perform the following every 180 days or 3,500 miles (whichever comes first and with the approval of the city):

1. Change engine oil & filter, check air and fuel filters

2. Check fluid levels – brakes/cooling/battery/other

3. Lubricate per manufacturer’s recommendations

4. Check and tighten all belts and hoses

5. Check all brakes and clutch play (if applicable)

6. Inspect tires/exhaust/suspension/steering/glass/body

7. Check all lights – head/stop/turn/running/etc.

8. All safety equipment is to be operational: heaters, defroster, windshield wipers, etc.

9. Vehicle batteries shall be checked for charge

10. Check front end alignment/align as needed

11. Perform all other routine maintenance requirements of the manufacturer

12. Test drive

Annually:

1. Check and repack wheel bearings if needed

2. Inspect ball joints, tie rods, etc. for wear

3. Comprehensive engine tune-up per manufacturer’s specifications

4. Perform all other routine maintenance requirements of the manufacturer

5. Test drive

The Contractor will notify the City Manager, or his designee, of any needed/suggested repairs beyond routine maintenance in excess of $500.00 (a “major repair”) and shall receive approval for this additional work **PRIOR** to its completion. The City of Nome reserves the right to deny request for payment for major repairs made without prior approval.

3. General Procedures – No City-owned vehicle shall be subject to servicing or delivery to a repair outlet without prior approval. The City shall utilize a cloud based Vehicle Work Order system which may be completed and submitted by any staff member and shall be completed and approved by the Department Head prior to vehicle service or repair. In case of emergency repair needs or absence of a Department Head, a department staff member may approve the form.

a. The approved work order form shall be delivered to the Contractor via the City’s cloud based Work Order system prior to with delivery or pick-up of the vehicle.

b. The work order form shall be returned by the mechanic via the City’s cloud based Work Order system, accompanied by the invoice for work performed *within 15 days of completion of the work*.

The Contractor shall use the City’s cloud based work order system to maintain a record for each vehicle described above. The record shall report the services performed after each servicing. If a major repair (above $500) is needed/recommended, the Contractor shall notify the City and receive authorization for such repair(s) PRIOR to any work being performed.

4. Vehicle and Equipment Repair and Service Rates – Except as may be agreed on an individual basis, the Contractor will perform vehicle and equipment repair and service, other than warranty work, in accordance with published standard labor guidelines’ estimate of hours as is established and recognized in the automotive repair industry. The Contractor will supply to the owner the manual’s stated number of hours for such work when requested to do so.

5. Performance – The essence of this Contract is performance in the area of maintaining vehicular and work equipment in satisfactory operating condition thus enhancing the quality of services being provided to the residents of Nome. As such, the City’s vehicles must be given top priority. The City Manager is charged with administrative responsibility to assure that City services are maintained at a high level of continuity. In that light, the City reserves the right to obtain advice and counsel from outside sources regarding the state of repair or readiness of its vehicular and work equipment and to make arrangements outside the bounds of this Contract for corrections of all found deficiencies.

6. Service Records – The Contractor agrees to maintain for the present and future use and benefit of the City, a service record for each vehicle and/or piece of equipment including such information as work performed, hours and/or mileage, parts replaced, mechanical weaknesses or deficiencies noted during servicing, and charges for any and all such service. Said service record is, and at all times shall be, the property of the City, and the Contractor agrees to make such service records available for inspection, copying and removal by the City Manager.

7. Technical Manuals – Any technical manuals owned by the City which are associated with LIGHT DUTY VEHICLES of the City shall be held in custody by the Contractor and surrendered upon termination of this Contract. The listing of manuals shall be made and attached to this Contract upon the signing of this Contract.

8. Inspection – *The Contractor states that he has sufficient garage working area, complicit with the Nome Zoning Code and the Nome Code of Ordinances, located at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, to enable him to work on the equipment previously listed in a sheltered space protected from outside weather and that those vehicles of the City awaiting their turn for repair shall be so parked as to not be an obstruction on the City streets or a blockage to access of individually owned lots.* The City reserves the right to inspect the premises and working tools and equipment of the Contractor for the purpose of determining the adequacy of these commitments by the Contractor. A failure by the Contractor to comply with these commitments *may* void this contract.

9. Insurance, Hold Harmless and Indemnification – The Contractor agrees to carry Garage Liability Insurance with a limit not less than $1,000,000 (One Million Dollars), covering premises and operations, products and completed operations, and auto liability; and Garage Keeper’s Legal Liability Insurance with a limit not less than $250,000 (Two Hundred & Fifty Thousand Dollars) during the term of this Contact. The Contractor shall obtain and maintain in force the insurance coverage specified in this section with an insurance company rated “excellent” or “superior” by A.M. Best Company, or specifically approved by the City Manager. Should insurance be canceled or if there is threat of cancellation by the carrier, the City shall be notified immediately by the carrier. The parties agree that the City of Nome assumes no responsibility for liability, losses, or damages incurred by the Contractor in the performance of this Contract. The Contractor agrees to indemnify and hold the City harmless from and against any claims or liabilities for personal injury, property damage, and against any liens and encumbrances caused by the Contractor or arising from the operation of the repair and service business.

10. Fees:

REPAIR AND SERVICE: $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_/HR (@ published standard labor guidelines if applicable)

STANDARD OIL CHANGE $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*(Including air filter, oil filter, oil, grease, and labor)*

WINTER/SUMMER TIRE SWAP $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

TOW SERVICE $\_\_\_\_\_\_\_\_\_\_\_\_\_\_ PER CALL OUT; $\_\_\_\_\_\_\_\_\_\_\_\_\_ PER MILE

PARTS and SUPPLIES – Cost plus:\_\_\_\_\_\_\_\_\_\_%

11. Parts Supplied by the City – The City will authorize or direct that certain parts be purchased with its own Purchase Order system. Such parts, when ordered, shall be identified for specific vehicles and the cost to the City shall be allocated to the specified vehicle. Such parts ordered and obtained by the City shall not have added to their cost the Contractor’s percentage markup.

12. Billings and/or Invoicing – All work performed will be properly documented and the billing and/or invoice submitted to the City for payment MUST CONTAIN AN AUTHORIZED SIGNATURE ACCEPTING THIS WORK *and be delivered within 15 days of completion*. Those authorized to accept work for repair and servicing are: City Manager and their designee. All billing shall be F.O.B. Contractor’s garage in Nome, Alaska.

13. Payments – The City hereby agrees that all payments for service, parts and equipment shall be due and payable by the 15th day of each month following the month of invoicing.

14. Taxes and Charges – Contractor shall promptly and timely pay any applicable taxes, assessments (whether general or special), permit inspection and/or license fees, including but not limited to sales taxes, use taxes, real property, and/or personal property taxes.

15. Terms – This Contract shall remain in effect and enforceable from: September 1, 2022 through August 31, 2023 with a one year renewal option upon the written agreement of both parties.

16. Evidence of Contract – This Contract includes all of the terms, covenants, conditions, and stipulations between the parties, to the exclusion of all other written documents and oral representations. Prior to the implementation of this Contract, compliance with the insurance requirement and satisfactory inspection shall have been completed. A modification of this Contract shall not be binding upon either of the parties unless reduced to writing and signed by both parties. A failure by either party to insist upon the strict terms of this Contract shall not be construed as a waiver of terms or occurrences at any future time.

SIGNED and DATED this \_\_\_\_\_\_\_\_\_\_ day of August, 2022 at Nome, Alaska.

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Glenn Steckman, Contractor:

City Manager

**ATTEST:**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Bryant Hammond,

City Clerk