

City Council Report

Date: May 18, 2015

To: City Council

Through: Alex Deshuk, Manager of Technology and Innovation

From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director

Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator

Subject: One-Year Renewal of the Term Contract for Irrigation Well Inspection,

Maintenance and Repair for the Engineering Department (Citywide)

Purpose and Recommendation

Council is requested to approve the Renewal of the Term Contract for Irrigation Well Inspection, Maintenance and Repair as recommended.

The Engineering Department and Purchasing recommend authorizing a one-year renewal with Coolidge Engine & Pump, LLC; and John Hoover Well Service; cumulatively not to exceed \$170,000.00, based on estimated requirements.

Background / Discussion

This contract provides for the inspection, maintenance and repair of City-owned irrigation wells south of Coolidge, Arizona, and Pinal Water Farms.

The City is responsible for the underground pumping equipment as well as the shaft of deep ground wells on City-owned farmland in Pinal County within the Hohokam Irrigation and Drainage District. Maintenance and repairs on the wells/pumps located on these properties are needed to continue leasing the farmland at the current lease rates to tenant farmers.

Engineering anticipates this service may be discontinued due to low usage but is renewing the contract in case the service is needed over the next year.

On February 6, 2012, Council approved the initial three-year contract with renewal options. This is the first, one-year renewal contract with one, one-year renewal option remaining. Both vendors offered to renew the contract maintaining their original bid pricing. The Consumer Price Index has increased by 3% since that time. The City has been satisfied with each vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

Alternatives

Council may choose not to authorize the purchase and new bids will be obtained.

Fiscal Impact

The annual contract amount is funded by the Engineering Department operating budget. The amount consists of approximately 50% for labor and 50% for parts costs.

Coordinated With

Engineering and Purchasing

PURCHASING INFORMATION

Action: Renewal

Procurement Type: Request for Proposals

Solicitation Number: 2011258 Responses Received: 2

Initial Contract Term: Three Years

Renewal Term: One Year

Renewal Terms Remaining: One-year renewal subject to future Council consideration

RENEWAL RECOMMENDATION

Description

Coolidge Engine & Pump, LLC - Coolidge, AZ

<u>Group 1</u> – Pumps, Combination Pump and Electric Motor Units - Repairs, Overhaul or Replacement per Specifications

John Hoover Well Service - Casa Grande, AZ

<u>Group 2</u> – Irrigation Water Well Inspection, Repair and Maintenance per Specifications

Annual Contract Amount: \$170,000.00

(cumulatively not to exceed)