



City Council Report

Date: August 27, 2018
To: City Council
Through: Michael Kennington, Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: Dollar Limit Increase to the Term Contract for LED Roadway Fixtures (GE Brand) for the Materials and Supply Warehouse (for the Transportation Department) **(Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Business Services and Transportation Departments and Purchasing recommend increasing the dollar limit with WESCO Distribution by \$104,500 from \$284,693 to \$389,193 annually, for Year 2 of the contract term.

Background

This contract is primary means for the maintenance and replacement of over 38,000 streetlights by providing GE Evolve roadway luminaires for the City's local, collector and major roadways.

In addition to regular maintenance, the Transportation Department is currently in the process of replacing over 500 streetlight poles because of rust, traffic accidents and spot improvements. Each replacement will require a new light-emitting diode (LED) fixture. The following additional purchase quantities are needed for lifecycle replacements: (400) 41 W Gray fixtures at \$160/each for \$64,000, and (100) 132 W Gray fixtures at \$405/each for \$40,500, for the total of \$104,500.

On 7/10/2017, Council approved the dollar limit increase of \$128,693 for inventory stock of the LED fixtures (GE Brand) at \$284,693 annually for the contract term (Years 1, 2 and 3). The City is currently in Year 2 of the contract term (2/1/2018 through 1/31/2019).

Transportation requested the increase of \$104,500 for the remainder of Year 2 (for 500 total fixtures representing less than 1% of the City's streetlight inventory). The increase will allow the City to continue repairs for a large number of streetlights reducing safety and liability concerns while the City works to rebid the contract.

Purchase Information

Action: Amendment
Procurement Type: Request for Bids
Contract Number: 2017078

Initial Contract Term: Three years

Possible Renewals: Up to a maximum of two years, renewals subject to Administrative review and approval

Funding Source: The increase is funded by Lifecycle Program Funding (LF0271)

Original Council Award Date: 1/9/2017

Dollar Limit History:

Original Council Award (Years 1, 2 and 3)	\$156,000.00
Council approved Increase Request 7/10/2017	<u>\$128,693.00</u>
Current Limit (Years 2 and 3)	\$284,693.00

This Increase Request 8/27/2018	<u>\$104,500.00</u>
New Contract Amount (Year 2)	\$389,193.00