

City Council Report

Date: January 7, 2019

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

Subject: One-Year Renewal with a One-Year Renewal Option to the Term Contract for

Bus Shelter Maintenance and Repair Services for the Transit Services

Department (Citywide)

Recommendation

Council is requested to approve the contract renewal as recommended.

The Transit Services Department and Purchasing recommend authorizing the renewal with A Mind for Detail Inc. dba AMFD (a Mesa business) at \$324,675 annually with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

This contract provides annual bus shelter maintenance and repair services at various bus shelters, Bus Rapid Transit (BRT) stations, and Park and Ride locations throughout the City. Services include weekly routine cleaning and maintenance, and occasional as needed, where needed repairs.

There are minimal vendors who perform these services. The contract was bid in November of 2015 and two vendors responded, one being the awarded vendor. The second vendor's pricing was considerably higher than the awarded vendor. City of Phoenix and the City of Tempe rebid their transit cleaning and maintenance contracts which resulted in price increases and a decline in the quality and cleanliness of their transit facilities.

AMFD agreed to renew the contract under the same terms, conditions and current pricing. The Consumer Price Index increased 2.1% over the last year. The City has been satisfied with the 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.

Purchase Information

Action: Renewal (1st of 2 possible)

Possible Renewals: One-year renewal subject to Administrative review and approval

Procurement Type: Request for Bids

Contract Number: 2016115 Responses Received: 2

Original Council Award Date: 1/25/2016

Initial Contract Term: Three years

Funding Source: Transit Services Department operating budget