

## **City Council Report**

**Date**: March 18, 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

Storm Drain Pump Maintenance and Repair for the Transportation

Department (Funded by the Environmental Compliance Fee) (Citywide)

## Recommendation

Council is requested to approve the contract renewal as recommended.

The Transportation Department, and Purchasing recommend authorizing the renewal with Phoenix Pumps, Inc. at \$196,000 annually with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

## **Background / Discussion**

This contract provides the City with the ability to maintain and repair our storm water pumps located at various locations throughout the City.

Phoenix Pumps, Inc. agreed to renew the contract under the same terms, conditions and current pricing. The vendor is providing excellent service and is very responsive to the City's needs. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

This contract was bid in 2016. Four vendors responded; the two lowest priced vendors were awarded the contract. The Primary vendor defaulted shortly over a year after the contract began. The Department has been utilizing Phoenix Pumps (Secondary vendor) ever since. The next lowest vendor was almost \$22,000 per year higher than the current vendor. Rebidding this contract would likely expose the City to higher prices for these services.

## **Purchase Information**

Action: Renewal (1st of 2 possible)
Procurement Type: Request for Bids

Contract Number: 2016173 Responses Received: 4

Original Council Award Date: 5/16/2016 Initial Contract Term: Three years

Funding Source: Transportation Department operating budget through the Environmental

Compliance Fee