

## **City Council Report**

Date: April 1, 2019

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

**Subject:** One-Year Renewal to the Term Contract for Electrical Supplies for Process

Controls/SCADA for the Water Resources and Parks, Recreation and

Community Facilities Departments (Citywide)

## Recommendation

Council is requested to approve the contract renewal as recommended.

The Water Resources, and Parks, Recreation and Community Facilities Departments, and Purchasing recommend authorizing the renewal using the City of Tempe cooperative contract with: Border States Industries, Inc., Capital Electric Supply, Summit Electric Supply, and WESCO Distribution, at \$240,000 annually, based on estimated usage.

## **Background / Discussion**

This contract provides electrical items for process controls/SCADA required by the Water Resources Department. Summit Electric Supply is the sole authorized ACE distributor in Arizona for some large electrical items such as Square D, Schneider, Modicon and Wiremold. The cooperative contract offers a 50% to 60% discount off list price for Square D products, 15% to 30% discount off list for Schneider Automation and 10% to 60% off list price from other quality manufacturers.

All four vendors have agreed to renew the contract under the same terms, conditions and current pricing. The City of Tempe contract was competitively bid, meets procurement requirements and prices are competitive due to competitive volume contract pricing. 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.

## **Purchase Information**

Action: Renewal

Procurement Type: Cooperative Contract Use

Contract Number: 2018144

Contracting Agency/Contract Number: City of Tempe/T16-101

Local Consideration: Policy did not apply to this procurement method

Original Council Award Date: 2/26/2018

Initial Contract Term: One year

Possible Renewals: One-year renewal options subject to City of Tempe, Administrative

review and approval

Funding Source: Water and Wastewater Operations and Maintenance budget \$200,000, and Parks, Recreation and Community Facilities Department operating budget \$40,000