



City Council Report

Date: April 15, 2019
To: City Council
Through: Michael Kennington, Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: Three-Month Extension with a Three-Month Extension Option and Dollar Limit Increase to the Term Contract for Bridgestone Tires for the Materials and Supply Warehouse (for the Fleet Services and the Fire and Medical Departments) **(Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Business Services Department and Purchasing recommend extending the contract using the Maricopa County cooperative contract through June 30, 2019; and increasing the dollar limit with Redburn Tire Company (Mesa location); by \$75,000, from \$300,000 to \$375,000 annually, with an increase allowance of up to \$75,000 if the County opts to extend for a second additional three-month term.

Background / Discussion

The contract provides Bridgestone tires, primarily the large tires for heavy-duty vehicles such as solid waste trucks and Fire apparatus. Different brands of tires are required to meet the needs of varying vehicles and applications as well as to match existing tires on vehicles and equipment throughout the City.

The City has been successfully purchasing Bridgestone tires through the Maricopa County cooperative contract for the past two years. The County has opted to re-bid the contract and requires the three-month extension and dollar-limit increase for this purpose.

Purchase Information

Action: Amendment (Three-Month Extension and Dollar Limit Increase)

Procurement Type: Cooperative Contract Use

Contract Number: 2017126

Contracting Agency/Contract Number: Maricopa County/12089C

Initial Contract Term: Two years (3/1/2017 through 3/31/2019)

Possible Renewals: Three-month extension subject to Administrative review and approval

Funding Source: Business Services Department - Materials and Supply operating budget through the Warehouse Internal Services Fund, and Mesa Fire and Medical Department operating budget

Dollar Limit History

Original Award 2/27/2109 (Years 1 and 2):	\$300,000.00
3-Month Extension and Dollar Limit Increase:	\$75,000.00
New Contract Value (Year 2 through 6/30/2019):	\$375,000.00