



# City Council Report

**Date:** June 17, 2019  
**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 16-Month Term Contract for Water and Wastewater Equipment Repairs and Maintenance for the Water Resources Department (**Citywide**)

## **Recommendation**

Council is requested to approve the contract amendment as recommended.

The Water Resources Department and Purchasing recommend increasing the dollar limit using the City of Chandler cooperative contract with DXP Enterprises, Inc.; Foster Electric Motor Service, Inc.; Hennesy Mechanical Sales, LLC; James, Cooke & Hobson, Inc.; Layne Christensen; Phoenix Pumps, Inc.; Southwest Waterworks Contractors, Inc.; and Weber Water Resources, LLC; from \$300,000 to \$400,000, based on estimated requirements.

## **Background / Discussion**

Water Resources utilizes this contract as a supplement to four existing contracts for vertical turbine pumps repairs, submersible pump/motor repairs, well and well pump repairs, and electric motor rewinds and repairs.

Chandler's contract has multiple vendors, and Mesa awarded to these same vendors to ensure the availability of qualified contractors to meet the City's various needs for compatible parts and experienced labor. This contract allows the City more flexibility to quote larger repairs with other vendors and to quote the purchase of new pumps and motors with more vendors.

Usage has been more than expected over the past year as some vendors on the City's other contracts have recently not been able to handle the volume of repairs. The Chandler cooperative contract provided other vendors for the City to obtain quotes for required repair services.

The Water Resources Department and Purchasing are currently working on a contract to replace this Chandler cooperative contract. The increase of \$100,000 is needed to continue utilizing this contract until the new contract is in place.

## Purchase Information

Action: Amendment

Procurement Type: Cooperative Contract Use

Contract Number: 2018183

Contracting Agency/Contract Number: City of Chandler/WA7-936-3785

Initial Contract Term: 16 months (5/7/2018 through 8/31/2019)

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

Funding Source: Water Resources Department operating budget (Water and Wastewater Operations & Maintenance) and the Utility Replacement Extension & Renewal Fund

### Dollar Limit History

Original Award 5/7/2018	\$300,000.00
Increase Request 6/17/2019	\$100,000.00
<b>New Contract Value (through 8/31/2019)</b>	<b><u>\$400,000.00</u></b>