

# **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:** Purchase to Remodel/Reconfigure the Sixth Floor of the Mesa City Plaza

(District 4)

#### Recommendation

Council is requested to approve the award as recommended.

The Office of Management and Budget and Purchasing recommend authorizing the purchase using the State of Arizona cooperative contract with Goodmans Interior Structures at \$365,000, based on estimated requirements.

## **Background / Discussion**

This purchase will provide materials and installation of 33 workstations, four offices, three conference/work rooms, three team spaces, and three collaboration spaces at the Mesa City Plaza building on the 6<sup>th</sup> floor. This project is the first in a series of projects within building to better suit existing space to the current and modern functionality of the workgroups.

The City uses standardized modular furniture for its workstations that are manufactured by Herman Miller. Goodmans Interior Structures is the only authorized Herman Miller dealer in Arizona. Other product lines also carried by the Goodmans are being leveraged for conference/collaboration furniture.

Goodmans served as the design consultant on functionality and product selection through the State of Arizona contract. The City has purchased furniture for multiple smaller projects through Goodmans in the past and has had a positive experience. Goodmans also subcontracts with DIRTT to provide materials for walls, doors, electric panels and other materials for this project. Because of their working knowledge of Herman Miller furniture and the DIRTT materials that will be installed, Goodmans is a logical fit for this project.

Using the State of Arizona cooperative contract is advantageous to the City. This contract was competitively bid, meets City procurement requirements and allows for cooperative use. Pricing is competitive due to the high volume of purchases and it is unlikely that competitive bidding would produce better pricing.

## **Purchase Information**

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2019225

Contracting Agency/Contract Number: State of Arizona/ADSPO18-211271 Local Consideration: Policy did not apply to this procurement method

Protests Received: None

Funding Source: Office of Management and Budget Department operating budget

## **AWARD RECOMMENDATION**

Complete Remodel/Reconfiguration of Mesa City Plaza 6<sup>th</sup> Floor, Office of Budget and Management and Human Resources Training Division -- Creation and/or space configuration of <u>33</u> workstations, <u>four</u> offices, <u>three</u> conference/work rooms, <u>three</u> team spaces, and <u>three</u> collaboration spaces to include materials and installation, project management, design, and delivery per Contract Nos. 2019225, State of Arizona ADSPO18-211271 and Quotes dated 5/13/2019, 5/7/2019 and 5/28/2019

 Base
 \$308,555.60

 Estimated Sales Tax (Applicable Items)
 \$22,621.93

 Total Project
 \$331,177.53

Project Contingency \$33,822.47 **Total Amount Requested** \$365,000.00