



City Council Report

Date: January 27, 2020
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
 Matt Bauer, Procurement Administrator
Subject: Contract Amendment and Dollar Limit Increase to the Term Contract for Fire Apparatus and Parts for the Mesa Fire and Medical Department **(Sole Source) (Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Mesa Fire and Medical Department and Purchasing recommend authorizing a contract amendment and increasing the dollar limit with Pierce Manufacturing Inc. through their designated, local dealer, Hughes Fire Equipment Inc., by \$150,000, from \$205,000 to \$355,000 annually, based on estimated usage.

Background / Discussion

Council approved the City of Mesa entering into a five-year fire apparatus purchase agreement on 2/24/2014, and the three-year renewal on 2/11/2019, with Pierce Manufacturing. Repair services are not included in the current contract. The amendment is to add large body OEM accident fire apparatus repair services to the contract. These services are for unexpected repairs which require factory certification and cannot be performed by City staff.

The amendment will eliminate ratifying emergency purchases through management and Council as the department has had in the past.

Purchase Information

Action: Amendment
 Procurement Type: Sole Source
 Contract Number: 2014173
 Local Consideration: Policy did not apply to this procurement method
 Initial Contract Term: Five years (3/17/2014 through 3/31/2019)
 Renewal Term (1st of 1 Possible) (from 2/24/2019 to 2/23/2022)
 Funding Source: Mesa Fire and Medical operating budget
 Council Renewal Award Date: 2/11/2019

Dollar Limit History:

Original Award Amount (Years 6, 7 and 8):	\$205,000.00
Dollar Limit Increase Request 1/27/2020:	<u>\$150,000.00</u>
New Annual Contract Value (through 2/23/2022):	\$355,000.00