



# City Council Report

**Date:** November 1, 2021  
**To:** City Council  
**Through:** Michael Kennington, Deputy City Manager/Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Brandy Andersen, Acting Procurement Administrator  
**Subject:** Five-Year Renewal for the Use of a Cooperative Contract for Maintenance, Repair, Operating Supplies and Related Services for Citywide Use **(Citywide)**

## Recommendation

Council is requested to approve the contract renewal as recommended.

The Business Services Department and Purchasing recommend authorizing the renewal using the Maricopa County/Omnia Partners cooperative contract with Home Depot U.S.A., Inc. (six local Mesa locations) at \$400,000 annually, based on estimated usage, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

## Background / Discussion

This contract supplies various City Departments with Maintenance, Repair and Operating (MRO) Supplies in a retail and wholesale (internet) environment. It supplements the City's current Term Contract for Industrial Supplies using the City of Tucson cooperative contract with Grainger. The provision of both cooperative options is advantageous to the City leveraging two nationally bid contract rates for the best prices on these products.

Home Depot offers a robust selection of products in all MRO supplies, hardware and building categories. Home Depot has six local stores in Mesa, provides volume pricing programs and tiered annual rebates to the City. This contract is advantageous and in the best interest of the City.

Maricopa County in conjunction with Omnia Partners just renewed this contract for an additional five years. As a nationally bid contract it is highly unlikely that the City can receive better pricing by issuing a solicitation. This contract does offer annual rebates based on spend.

## **Purchase Information**

Action: Renewal (5-Year)

Procurement Type: Cooperative Contract Use

Contract Number: 2018009

Contracting Agency/Contract Number: Maricopa County-U.S. Communities/16154-RFP

Initial Contract Term: 52-Months (8/21/2017 through 12/31/2021)

Possible Renewals: Renewal options subject to Maricopa County renewal and Council review and approval

Funding Source: Various City Department's operating budgets purchasing the MRO supplies.