



# City Council Report

**Date:** May 6, 2024  
**To:** City Council  
**Through:** Michael Kennington, Deputy City Manager/Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Kristy Garcia, Procurement Administrator  
**Subject:** Dollar Limit Increase to the Term Contract for Maintenance, Repair, Operating Supplies, and Related Services Use as requested by the Business Services Department (**Citywide**)

## Recommendation

Council is requested to approve the contract amendment as recommended.

The Business Services Department, Mesa Police Department, and Procurement Services recommend increasing the dollar limit with Grainger by \$500,000, from \$700,000 to \$1,200,000, for the remaining term of the contract.

## Background / Discussion

The Police Department needs to purchase bins, totes, divider crates, storage containers and other miscellaneous items for the new Evidence Building.

This contract provides maintenance, repair, and operations (MRO) supplies, parts, equipment, materials and related services including but not limited to, test instruments, hand tools and vehicle maintenance supplies, shelving and storage equipment, safety equipment and materials, power tools and metalworking, pneumatic and hydraulic pumps, and plumbing and HVAC equipment (e.g. air circulator fans, sump pumps, drill bits, conspicuity tape, timers, ball valves, casters, hand trucks, eyewash stations, pressure gauges and hand tools).

This contract is a cooperative contract with the City of Tucson through Omnia Partners. The contract offers the City substantial discounts on the entire Grainger product line. The contract offers a 2% annual rebate once the City reaches \$250,000 in spend. An additional 5% rebate is available on growth spend (any spend greater than the previous year's spend). Additionally, if the City conducts at least 50% of their spending online, the contract provides an additional 2% rebate for all online spending. The contract is in its final year and will expire December 31, 2024.

## Purchase Information

Action: Amendment  
Procurement Type: Cooperative Contract Use  
Contract Number: 2020035  
Contracting Agency/Contract Number: City of Tucson (Omnia Partners) /# 192163

Initial Contract Term: Three years

Possible Renewals: None

Funding Source: Individual City Departments' operating budgets and Police Department's  
Public Safety Sales Tax Fund

Dollar Limit History

Original Award Amount – 10/7/2019	\$700,000.00
This Increase Request (Year 5)	<u>\$500,000.00</u>
New Contract Value (through 12/31/2024)	\$1,200,000.00