



# City Council Report

**Date:** October 17, 2022  
**To:** City Council  
**Through:** Michael Kennington, Deputy City Manager/Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Kristy Garcia, Procurement Administrator  
**Subject:** Additional Vendor Award and Dollar Limit Increase to the Term Contract for AUMA, Limatorque and Rexa Rotary Actuators for the Water Resources Department (**Citywide**)

## Recommendation

Council is requested to approve the contract amendment as recommended.

The Water Resources Department and Purchasing recommend authorizing the purchase using the Strategic Alliance for Volume Expenditures (S.A.V.E.)/City of Tempe cooperative contract with Industrial Automation Services, Inc.; and increasing the dollar limit, for Years 2 and 3 by \$75,000 annually, from \$225,000 to \$300,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

## Background / Discussion

This contract provides AUMA, Limatorque and Rexa rotary actuators, parts, and maintenance services for the City's water reclamation and treatment facilities. The use of the S.A.V.E./City of Tempe cooperative contracts allows the City of Mesa to replace and repair actuators not covered by the City's contract. The City was unable to locate any other cooperative contracts that would meet the City's needs.

On August 30, 2021, Council approved this Term Contract using the City of Tempe cooperative contracts with two vendors (Instrumentation & Control; and IPT Holdings, LLC dba Integrated Process Technologies), at \$225,000 annually. Awarding to Industrial Automation Services will provide another vendor source for REXA rotary actuators, parts and maintenance services.

The Tempe cooperative contracts awarded to the three vendors were competitively bid, and meet the City's procurement requirements. Water Resources and Purchasing believe this contract is advantageous to the City, meets the department's immediate and future needs, and that going out for a supplemental bid for actuators would not result in any significant cost savings to the City.

## Purchase Information

Action: Amendment

Procurement Type: Cooperative Contract Use

Contract Number: 2022029

Contracting Agency/Contract Numbers – Term: City of Tempe/WUD21-004-01, WUD21-004-02 and WUD21-004-003

Local Consideration: Policy did not apply to this procurement method

Protests Received: None

Initial Contract Term: 29 Months (8/30/2021 to 1/14/2024)

Possible Renewals: Up to a maximum of two years dependent on City of Tempe renewal, and subject to Administrative review and approval

Funding Source: Enterprise Fund – Water and Wastewater Operations and Maintenance, and Greenfield Joint Venture Fund - Operations and Maintenance

### Dollar Limit History

Original Council Award (Annually thru 8/14/2024) – 8/30/2021:	\$225,000.00
Additional Vendor and This Dollar-Limit Increase Request – 10/17/2022:	<u>\$75,000.00</u>
New Contract Value (Years 2 and 3):	<u>\$300,000.00</u>
Renewal Options (Years 4 and 5 upon approval):	<u>\$300,000.00</u>