



City Council Report

Date: July 5, 2022
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Use of a Cooperative Contract for a One Year Term Contract with Four Years of Renewal Options for Refrigerated Liquid Carbon Dioxide for the Water Resources Department **(Citywide)**

Recommendation

Council is requested to approve the award 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 Reliant Gases, LTD at \$150,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

This contract provides refrigerated liquid carbon dioxide which is required for the treatment process at Signal Butte Water Treatment Plant. This chemical is considered critical to the operation of the Water Plant as it is used in the production of drinking water for the City.

City of Tempe, as a member of S.A.V.E., acted as the lead agency for this solicitation. City of Mesa can utilize this contract as a S.A.V.E. member. The contract provides competitive pricing and meets the City of Mesa's procurement requirements. Water Resources and Purchasing believe this contract is advantageous to the City, meets the immediate and future needs, and going out for a bid would not result in significant cost savings to the City.

Purchase Information

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2023003
Contracting Agency/Contract Number: City of Tempe/WUD 22-135-02
Local Consideration: Policy did not apply to this procurement method
Protests Received: None
Initial Contract Term: One Year
Possible Renewals: Up to a maximum of four years subject to the lead agency renewing, Administrative review and approval
Funding Source: Water Enterprise Fund