



City Council Report

Date: October 16, 2023
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 Uninterruptible Power Supply Maintenance, Repairs, Related Services, Equipment, and Parts Purchases for various City Facilities **(Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Department of Innovation and Technology and Purchasing recommends increasing the dollar limit with Titan Power, Inc. by \$400,000, from \$100,000 to \$500,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

This contract will provide an experienced Contractor to provide uninterruptible power supply (UPS) preventative system maintenance, repairs, related services, and purchase of equipment and parts. Maintenance and repairs are critical for the UPS units and the sites where the power supply units are housed may sustain much more costly repairs and replacements if not performed.

On 5/31/2023, management administratively approved this contract for \$100,000 for a couple of UPS's to be serviced. Staff estimates the dollar limit increase of \$400,000 will be sufficient for the various City facilities' annual usage.

The State of Arizona cooperative contract was competitively bid for use by Statewide agencies and it meets the City's procurement requirements. The volume discount pricing provided under this cooperative contract is better than the pricing we would receive as an individual agency. Also, if deeper discounts are made available to another agency under this contract, Mesa will be able to take advantage of that savings as well.

Purchase Information

Action: Amendment
Procurement Type: Cooperative Contract Use
Contract Number: 2024032
Contracting Agency/Contract Number: State of Arizona/CTR063424
Local Consideration: Policy did not apply to this procurement method

Initial Contract Term: 30 Months (5/31/2023 to 12/31/2025)

Possible Renewals: Up to a maximum of two years subject to Administrative review and approval

Funding Source: Individual Department's budget

Dollar Limit History

Management Administrative Approval – 5/31/2023:	\$100,000.00
This Increase Request – 10/16/2023:	<u>\$400,000.00</u>
New Annual Contract Value:	<u>\$500,000.00</u>