

City Council Report

Date:	April 20, 2020
To:	City Council
Through:	Michael Kennington, Deputy City Manager/Chief Financial Officer
From:	Edward Quedens, Business Services Director Matt Bauer, Procurement Administrator
Subject:	Ratification of a Contract Amendment to the Term Contract for Tires for the Materials and Supply Warehouse (for the Fleet Services and Mesa Fire and Medical Departments) (Citywide)

Recommendation

Council is requested to approve the contract amendment as recommended.

The Business Services Department and Purchasing recommend ratifying a contract amendment to Mesa's use of the NASPO/State of Arizona cooperative contract, adding the vendor, Purcell Tire Company (a Mesa business); and increasing the dollar limit by \$150,000, from \$150,000 to \$300,000 for Year 2, based on estimated requirements.

Background / Discussion

This contract provides Bridgestone tires, primarily large tires for heavy-duty vehicles such as solid waste trucks and fire apparatus from Redburn Tire Company through the NASPO/State of Arizona cooperative contract. Different brands of tires are required to meet the needs of varying vehicles and applications and to match existing tires on vehicles and equipment.

Due to the current COVID-19 climate, vendors have informed the City that manufacturing of tires is being shut down which could create a shortage of tires. Redburn is not able to supply the full amount and type of tires the City will potentially need. Materials and Supply and Fleet Services determined using a secondary, tire vendor would keep ahead of this situation.

The City Manager's Office approved the use of this increase as an emergency to ensure that the City is able to have the necessary tires available for public safety vehicle usage.

Purcell Tire Company is also a NASPO/State of Arizona cooperative vendor. Purcell is a Mesa vendor who offers Goodyear tires and is able to quickly supply the tires and quantities the City needs. Materials and Supply has requested adding Purcell under as another option to purchase emergency vehicle tires for Mesa Fire and Medical's fire apparatus.

 Action: Amendment (Vendor Award and Emergency Increase: Immediate preservation of the public safety)
Procurement Type: Cooperative Contract Use
Contract Number: 2019240 Agency Contract Numbers:

CTR042117 Bridgestone Americas Tire Operations LLC (Redburn Tire Company) – Renewal Award 1/13/2020

CTR042263 Goodyear Tire and Rubber Company LLC (Purcell Tire Company) – Recommended Vendor Award 4/20/2020

Local Consideration: Policy did not apply to this procurement method

Possible Renewals: Four, one-year renewals subject to NASPO/State of Arizona, Administrative review and approval

Funding Source: The purchase is funded in the Materials & Supply operating budget through the Warehouse Internal Services Fund

Dollar Limit History

Council Renewal Award 1/13/2020:	\$150,000.00
New Vendor Award and Dollar Limit Increase 4/20/2020:	<u>\$150,000.00</u>
New Contract Value (Year 2 through 1/31/2021):	\$300,000.00