



City Council Report

Date: January 24, 2022
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Purchase of a Portable Standby Generator (Addition) for the Energy Resources Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve the award as recommended.

The Energy Resources Department and Purchasing recommend authorizing the purchase using the Omnia Partners cooperative contract with Caterpillar, Inc. through Empire Power Systems (a Mesa business) at \$400,000, based on estimated requirements.

Background / Discussion

The generator Energy Resources Department plans to purchase needs to be capable of paralleling (e.g. interconnecting to produce greater combined amperage) with the fleet of generators the department currently maintains. The only manufacturer that offers a generator with this functionality is Caterpillar Inc.

Currently, there are only two available National IPA cooperative contracts that provide access to this type of generator: Sourcewell and Omnia Partners. Both contracts provide the same discount. Energy Resources prefers to use the Omnia Partners contract because it is a locally sourced and nationally recognized contract. This contract is advantageous to the City and it is in the City's best interest.

Purchase Information

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2022126
Contracting Agency/Contract Number: Omnia Partners/No. 161534
Local Consideration: Policy did not apply to this procurement method
Protests Received: None
Contract Term: 1/24/2022 to 4/30/2022
Possible Renewals: Four, one-year renewals dependent on the lead agency renewing and subject to Administrative review and approval
Funding Source: Enterprise Funds – Gas Utility Sub Fund

AWARD RECOMMENDATION

Quantity 1 – XQ570, 500kW Standby, 455kW Prime per Contract No. 2022126, Omnia Partners Contract No. 161534, and Quote No. 30991312-02 (12/7/2021)

Base (includes 2% Omnia discount)	\$339,750.00
Estimated Sales Tax	<u>\$28,199.25</u>
Total	<u><u>\$367,949.25</u></u>