

City Council Report

Date: November 7, 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 Nine-Month Term Contract with Two

Years of Renewal Options for Water Plant Mechanics 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 Foster Electric Motor Service at \$375,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

This contract will provide supplemental peak workflow and coverage on an as-needed basis for Plant Mechanic services to maintain and repair production equipment for the City's water treatment and reclamation plants.

The Tempe cooperative contract has been competitively bid and meets 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 bid would not result in any significant cost savings to the City.

Purchase Information

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2023104

Contracting Agency/Contract Number: City of Tempe/T21-157-01 Local Consideration: Policy did not apply to this procurement method

Protests Received: None

Initial Contract Term: 9 Months (11/7/2022 to 8/4/2023)

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

approval

Funding Source: Enterprise Fund – Water and Wastewater Operations and Maintenance,

and Greenfield Joint Venture Fund - Operations and Maintenance