

## **City Council Report**

Date:	November 21, 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 an Eight-Month Term Contract with Three Years of Renewal Options for Electrical Motor Drives and Maintenance 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 City of Phoenix Strategic Alliance for Volume Expenditures (S.A.V.E) cooperative contract with Dykman Electrical, Inc. at \$200,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

## **Background / Discussion**

This contract will provide all necessary labor, equipment, transportation, tools, replacement parts and personnel with technical expertise necessary to provide electrical motor drives and maintenance.

The City of Phoenix cooperative contract was competitively bid and meets City procurement requirements. City staff did not find other cooperative contracts that could quote for similar services; staff verified with City of Scottsdale, City of Chandler, and OMNIA Partners. Dykman Electrical has indicated that they will honor and extend the contracted pricing to the City of Mesa. Our past purchase history for like and similar products indicated Phoenix's cooperative contract pricing is reasonable. Staff believes this contract is advantageous to the City.

## **Purchase Information**

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2023119
Contracting Agency/Contract Number - Term: City of Phoenix/#4701003197/142994 – 7/1/2019 to 6/30/2023
Local Consideration: Policy did not apply to this procurement method
Protests Received: None
Initial Contract Term: Eight Months (11/21/2022 to 6/30/2023)
Possible Renewals: Up to a maximum of three years subject to Administrative review and approval
Funding Source: Enterprise - Water and Wastewater Utility Sub Funds and Greenfield Joint Venture Funds (Operations and Maintenance)