



City Council Report

Date: June 4, 2018
To: City Council
Through: Michael Kennington, Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: One-Year Renewal to the Term Contract for Generator Rental Services for the Water Resources Department **(Citywide)**

Recommendation

Council is requested to approve the contract renewal as recommended.

The Water Resources Department and Purchasing recommend authorizing the renewal with Empire Southwest LLC dba Empire Power System (Primary); and Valleywide Generator Service LLC (a Mesa business) (Secondary); for \$45,000.00, based on estimated usage.

Background

This contract provides on-call generator rental services for large non-portable generators and few vendors keep this size generator in stock for emergency use. Water Resources has been using rental generators for part and sometimes all summer months for the past several years to supply emergency back-up power to pump stations without a redundant power system.

The majority of rental services are for standby generators that are on site for use in case of a power failure. Other City Departments that may need rental generators for events or emergency back-up power will be able to use this contract and its vendors.

Empire Power System and Valleywide Generator Service have agreed to renew the contract under the same terms, conditions and current pricing. The Consumer Price Index has increased by 2.4% over the past year. Both vendors have been on contract providing this service to the City for the past three years. The City has been satisfied with each vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

Purchase Information

Action: Renewal (1st of 2nd possible)
Procurement Type: Request for Proposals
Contract Number: 2015258
Responses Received: 5 (and 1 No Bid)
Original Administrative Award Date: 5/18/2015

Initial Contract Term: Three years

Funding Source: The purchase is funded in the Water Resources Department operating budget (Water and Wastewater Operations and Maintenance)