



AGENDA MEMORANDUM

Action Item for the City Council Meeting of April 11, 2023

DATE: April 11, 2023

TO: Peter Zaroni, City Manager

FROM: Charles Mendoza, Director of Asset Management
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Service Agreement for Recap Tire Repairs for Asset Management

CAPTION:

Motion authorizing execution of two three-year service agreements for recap tire repairs for a combined total amount not to exceed \$1,372,490.00 with The Goodyear Tire & Rubber Company, of Akron, Ohio, for \$818,250.00 and Southern Tire Mart, LLC, of Columbia, Missouri, for \$554,240.00 for the Asset Management Department, with FY 2023 funding of \$266,873.06 from the Fleet Maintenance Service Fund.

SUMMARY:

This item is to approve the service for recap tire repairs for Asset Management, Fleet Maintenance Division.

BACKGROUND AND FINDINGS:

The Fleet Maintenance Division has the need for recap tire repair services. The service agreements will enable the Fleet Maintenance Division to meet the high demand for repairs of recap tires and keep up with the City's Vehicle Fleet Operation. These service agreements will also allow the contractors to perform recap tire repairs in a timely manner.

Recap tire repairs are a safe and affordable alternative to purchasing new tires. A new tire has an average price of \$350, while a recap tire averages between \$180 and \$185. New tires last about four to five years and recap tires average three to four years.

PROCUREMENT DETAIL:

Contracts and Procurement conducted a competitive Request for Bid process to obtain bids for a new contract. The City received three responsive bids. The bid indicated a primary and secondary award to provide for a backup contractor in the event the primary Contractor is unable to provide the service on a timely manner as indicated. An estimated 60/40 percentage split was used to determine the value of the contracts. Staff is recommending the award to the two lowest, responsive, responsible bidders and incumbents respectively, The Goodyear Tire & Rubber Company as primary and Southern Tire Mart, LLC as secondary.

The cost is a slight increase of 9% from the current 2020 contract.

Project	Current Contract 2020 Unit Price	Recommended Contract 2023 Unit Price	Variance
Recap Tire & Repair	\$163.25	\$182.13	9%

ALTERNATIVES:

N/A

FISCAL IMPACT:

The fiscal impact for Asset Management Fleet Maintenance Division for FY 2023 is estimated at \$266,873.06 from the Fleet Maintenance Svc Fund with the remaining amount to be budgeted in future years through the annual budget process.

FUNDING DETAIL:

Fund: 5110 Fleet Maint Svc
Organization/Activity 40180 Parts Room Operation
Mission Element 202 Maintain the Fleet
Project # (CIP only) N/A
Account: 520210 Cost of Goods Sold

RECOMMENDATION:

Staff recommends approval of this motion authorizing two, three-year service agreements with The Goodyear Tire & Rubber Company and Southern Tire Mart, LLC for recap tire repairs for Fleet Maintenance as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Service Agreements