



AGENDA MEMORANDUM

Future Item for the City Council Meeting of March 19, 2019
Action Item for City Council Meeting of March 26, 2019

DATE: March 19, 2019

TO: Keith Selman, Interim City Manager

FROM: Jim Davis, Director of Asset Management
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Service Agreements for Recap Tire Repairs for Asset Management

CAPTION:

Resolution authorizing two, one-year service agreements for recap tire repairs with Beasley Tire Service-Houston Inc of Houston, Texas and The Goodyear Tire and Rubber Company of Akron, Ohio for the total combined amount not to exceed \$127,637.40 with two, one-year options for a total potential multi-year amount of \$382,912.20.

Beasley Tire Service-Houston Inc.
Houston, Texas
\$69,557.40

The Goodyear Tire and Rubber Company
Akron, Ohio
\$58,080.00

PURPOSE:

This item is to approve the service for recap tire repairs for Fleet Maintenance a division of Asset Management.

BACKGROUND AND FINDINGS:

The Fleet Maintenance Division has the need for recap tire repair service. 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. This service agreement will also allow the contractors to perform recap tire repairs in a timely manner.

The Purchasing Division conducted a competitive RFB process to obtain bids. The City received four bids and one no bid. The bid indicated a primary and secondary award to provide for a backup contractor in the event the primary Contactor 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 recommends award to Beasley Tire Service-Houston Inc. as the primary contractor and Goodyear Tire and Rubber Company as the secondary contractor.

ALTERNATIVES:

N/A

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

EMERGENCY / NON-EMERGENCY:

Non-emergency

DEPARTMENTAL CLEARANCES:

Fleet Maintenance

FINANCIAL IMPACT:

X Operating ☐ Revenue ☐ Capital ☐ Not applicable

Fiscal Year: 2018-2019	Current Year	Future Years	TOTALS
Line Item Budget	\$3,549,131.00	\$315,704.20	\$3,864,832.20
Encumbered / Expended Amount	\$1,109,287.73	.00	\$1,109,287.73
This item	\$67,208.00	\$315,704.20	\$382,912.20
BALANCE	\$2,372,635.27	.00	\$2,372,635.27

Fund(s): Fleet Maint. Svc.

Comments: The initial contract is for an amount not to exceed \$127,637.40 for one year, with an estimated expenditure of \$67,208.00 funded in FY2018-19.

RECOMMENDATION:

Staff recommends approval of the motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Service Agreement
Resolution