

CITY OF EL PASO, TEXAS
AGENDA ITEM DEPARTMENT HEAD'S SUMMARY FORM

DEPARTMENT: Facilities and Fleet Maintenance – Fleet Division
AGENDA DATE: January 27, 2015
CONTACT PERSON/PHONE: Larry F. Nichols, Interim Facilities and Fleet Maintenance Director,
(915) 212-8000
Bruce D. Collins, Purchasing Director, (915) 212-1181
DISTRICT (S) AFFECTED: ALL

SUBJECT:

Facilities and Fleet Maintenance request that the Purchasing Director for Purchasing & Strategic Sourcing Department be authorized to exercise the City's option to extend current Contract 2012-151 Tire Recap, Retread and Casing Repair Services with RB Wicker Tire and Rubber Co., for two (2) additional years pursuant to the provisions of an award approved by the City Council on April 24, 2012. The extended contract period will be from April 24, 2015 to April 23, 2017. The total estimated award amount is \$263,425.00.

BACKGROUND / DISCUSSION:

Fleet Maintenance currently utilizes these services as a more cost effective measure to extend the life of certain tires through repairs rather than a complete replacement. Approving this extension would permit continual use of vehicles allowing each department to fulfill their mission. Local business is being supported.

PRIOR COUNCIL ACTION:

Yes. Council previously approved contract 2012-151 on April 24, 2012, Item 8E.

SELECTION SUMMARY:

Exercising this option would meet the following threshold considerations (i) funds available; (ii) requirement fills an existing city need; (iii) informal analysis of price indicates the option price is better than available market prices or the most advantageous current offer, and; (iv) Vendor's performance meets or exceeds a "7-8" performance rating. Based upon our evaluation of above factors, Purchasing and Strategic Sourcing recommends exercising the available option.

AMOUNT AND SOURCE OF FUNDING:

Department: Facilities and Fleet Maintenance
Annual Estimated Amount: \$131,712.50
Total Estimated Award: \$263,425.00
Funds Available: Dept: 231 Div: 37020 Acct: 531250 Fund: 3600 Program Code: P3701
Funds Source: Equipment Outside Repair Services

BOARD / COMMISSION ACTION:

N/A

*****AUTHORIZATION*****

DEPARTMENT HEAD:

Larry F. Nichols, Interim Facilities and Fleet Maintenance Director

**COUNCIL PROJECT FORM
(CONTRACT EXTENSION)**

*******POSTING LANGUAGE BELOW*******

Please place the following item on the CONSENT agenda for the Council Meeting of JANUARY 27, 2015.

Request that the Director for the Purchasing and Strategic Sourcing Department be authorized to exercise the City's option to extend current Contract 2012-151 Tire Recap, Retread, and Casing Repair Services with RB Wicker and Rubber Co. for two (2) additional years pursuant to the provisions of an award approved by the City Council on April 24, 2012. The extended contract period will be from April 24, 2015 to April 23, 2017.

Department:	Facilities and Fleet Maintenance
Award to:	RB Wicker Tire and Rubber Co. El Paso, TX
Option:	One [of One]
Annual Estimated Amount:	\$131,712.50
Total Estimated Amount:	\$263,425.00 (2 years)
Account No.:	231- 37020 – 531210 -3600 - P3711
Funding Source:	Equipment Outside Repair Services
District(s):	All

This is a best value bid, service contract.

*******ADDITIONAL INFO BELOW*******

MOTION
APRIL 24, 2012

Motion made, seconded, and unanimously carried to **AWARD** Solicitation No. 2012-151 (Tire Recap, Retread and Casing Repair Services) to R. B. Wicker Tire and Rubber Company, Inc. for an initial term estimated award of \$395,137.50.

Department:	General Services
Award to:	R.B. Wicker Tire and Rubber Company, Inc. El Paso, TX
Items:	All
Initial Term:	3 Years
Option:	2 Years
Annual Estimated Award:	\$131,712.50
Initial Term Estimated Award:	\$395,137.50 (3 Years)
Total Estimated Award:	\$658,562.50 (5 Years)
Account No.:	37370510 – 503125 - 45202
Funding Source:	Internal Service Fund – Equipment, Outside Repairs

This is a Best Value, services contract.

The Financial Services - Purchasing Division and General Services recommend award as indicated to R. B. Wicker Tire and Rubber Company, Inc., the bidder offering the best value bid.

Richarda Duffy Momsen, City Clerk



CITY CLERK DEPT.

Purchasing & Strategic Sourcing Department

2015 JAN 21 AM 10:27

Seven (7) Factor Option Memo

To: Purchasing & Strategic Sourcing Department

From: Rene Barraza, Business and Finance Manager

Subject: Seven (7) Factor Option

Date: January 20, 2015

Re: 2012-151 – Tire Recap, Retread, and Casing Repair Services

Facilities and Fleet Maintenance recommends authorizing the Option to Extend Contract 2012-151 – Tire Recap, Retread, and Casing Repair Services for 2 years for the purchase of recaps, retread and casing repair services. Exercising this option would meet the following threshold considerations:

1. **Are funds available for this Option to Extend? Yes**
2. **Does the Requirement covered by this option fill an existing need of the City? Yes**
3. **Is the option price better than the current available market price?**
Yes, please see the price analysis performed against existing market pricing conditions below:

Item Description	2012-151 Unit Price	Current Market Price (Wingfoot Commercial Tire)	Price Variance
P 315/80R22.5	\$146.00	\$737.45	80%
10.00R20	\$133.00	\$216.00	38%
11.00R22.5	\$133.00	\$353.00	62%

4. **Is the time between the date the contract was awarded and the date the option to extend is exercised so short that the market indicates the option is the lowest price obtainable through competition or the most advantageous offer?** The current vendor has been providing this service to the

Bruce D. Collins, CPPO

City 1 | 300 N. Campbell Street | El Paso, Texas 79901 | (915) 212-0043

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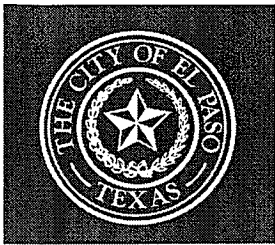
Lily Limón

District 8

Cortney C. Niland

City Manager

Tommy Gonzalez



Purchasing & Strategic Sourcing Department

City since being awarded Contract No. 2012-151 in 2012. Three items were selected for price comparison analysis against existing market pricing conditions.

5. Does the attached Vendor Performance Form show the vendor's performance rating to be "GOOD (7-8)" or better? Yes

6. Is the vendor currently under debarred status as per System for Award Management (SAM) www.sam.gov? No

7. Is the proposed vendor indebted to the City for any amount as documented in the City's Indebtedness Verification Form? No.

CITY CLERK DEPT.
2015 JAN 21 AM 10:27