



**TO:** Board of Contracts and Awards  
**FROM:** Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *1/KDK*  
Deanna Pollard, Management Analyst, Facilities Management  
**COPY:** City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and  
Richelle Krienke, Finance/Purchasing  
**SUBJECT:** Increase – Tire Services  
State of Washington Contract No. 00113, Western States Contracting Alliance  
Contract No. 01712, Contract No. 4600010473 – March 7, 2017  
**DATE:** February 15, 2017

**SUMMARY:**

The Public Works Department requests approval to increase Contract No. 4600010473 with Alpine Commercial Tire & Retreaders, Inc., Woodinville, WA, by \$2,500,000, for a total contract amount of \$3,435,000, plus applicable sales tax, for the supply of recapped tires, new tires, and tire repair services for the City’s heavy duty trucks and equipment on an as-needed basis.

**STRATEGIC POLICY PRIORITY:**

- Encourage and promote an efficient and effective government, which is fiscally sustainable and guided by engaged residents.

This contract is necessary as the City does not have an internal truck tire service center or staffing. Contracted tire maintenance is cost effective and operationally efficient due to the nature of labor intensity, specialized tooling and environmental management of used tires.

**BACKGROUND:**

**ISSUE:** The goals of Fleet Services are to minimize road call downtime of City vehicles and resultant crew standby time, to have shop services performed in a timely manner so that the unit is returned to use promptly or is ready for use the next working morning, and to manage assets to reduce costs.

This contract provides recapped tires, new tires, shop and roadside tire repairs, scrap tire disposal, and fleet tire inspections on the refuse, street maintenance, sewer, and fire fleets. The majority of services are for the refuse truck fleet tires due to their severe duty applications. This contact increase is based on past usage for General Government needs only.

**ALTERNATIVES:** If not implemented, the City will need to bid the contract, which will result in delays of essential City services including garbage pickup, street maintenance, sewer, and fire fleet readiness.

**COMPETITIVE SOLICITATION:** State of Washington (State) Contract No. 00113 and Western States Contracting Alliance (WSCA) Contract No. 01712 were competitively solicited and include the materials and services to be purchased. State Contract No. 00113 is valid through April 12, 2018, with a final end date of April 12, 2021. WSCA Contract No. 01712 is valid through March 31, 2017, with a final end date of April 1, 2019. Through an interlocal cooperative purchasing agreement, the City of Tacoma will purchase the needed materials and services at the prices, terms, and conditions of these contracts. The ability to participate in cooperative purchasing through the State and WSCA contracts provides the City increased savings by pooling resources to leverage the market through volume discounts.



**CONTRACT HISTORY:** This contract is the result of an interlocal agreement with the State, utilizing State Contract No. 00113 Tire Retreading Services and WSCA Contract No. 01712 Tires, Tubes, and Services. The initial contract in the amount of \$200,000 was established in March 2015. An increase of \$735,000 was approved by Resolution No. 39229 on July 7, 2015. This increase will bring the contract to a cumulative amount of \$3,435,000, plus applicable sales tax.

**SBE/LEAP COMPLIANCE:** Not applicable.

**RECOMMENDATION:**

The Public Works Department requests approval to increase Contract No. 4600010473 with Alpine Commercial Tire & Retreaders, Inc., Woodinville, WA, by \$2,500,000, for a total contract amount of \$3,435,000, plus applicable sales tax, for the supply of recapped tires, new tires, and tire repair services for the City’s heavy duty trucks and equipment on an as-needed basis.

**FISCAL IMPACT:**

**EXPENDITURES:**

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various Departments		5330100	\$2,500,000
<b>TOTAL</b>			<b>\$2,500,000</b>

\* General Fund: Include Department

**REVENUES:**

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various Departments		Various	\$2,500,000
<b>TOTAL</b>			<b>\$2,500,000</b>

**FISCAL IMPACT TO CURRENT BIENNIAL BUDGET:** \$1,000,000

**ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED?** Yes

**IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.** N/A