



**TO:** Board of Contracts and Awards  
**FROM:** Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer / *KDK*  
Justin E. Davis, Facilities Division Manager  
Deanna Pollard, Fleet Contract and Parts Manager  
**COPY:** City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and  
Richelle Krienke, Finance/Purchasing  
**SUBJECT:** Increase for the Purchase of Recapped Tires, News Tires and Tire Services, SAP  
Contract Number 4600010473  
Interlocal Agreement with State of Washington Contract 00113 Tire Retreading Services,  
and Western States Contracting Alliance (WSCA) Contract 01712 Tires, Tubes, and  
Services – July 7, 2015  
**DATE:** June 16, 2015

**SUMMARY:**

The Public Works Department recommends approval to increase SAP contract number 4600010473 with Alpine Commercial Tire & Retreaders, Inc., Woodinville, WA, by \$735,000, 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. This increase will bring the contract to a cumulative amount of \$935,000, plus applicable sales tax.

**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:**

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

**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.

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

**COMPETITIVE SOLICITATION:** State contract 00113 and WSCA contract 01712 were competitively solicited and include the materials and services to be purchased. State contract 00113 is valid through April 12, 2018, with a final end date of April 12, 2021. WSCA contract 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, term, 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 of Washington, utilizing State contract number 00113 Tire Retreading Services and WSCA contract number 01712 Tires, Tubes, and Services. The initial contract in the amount of \$200,000 was established in March 2015. This amendment will bring the contract to a cumulative amount of \$935,000, plus applicable sales tax.

**SUSTAINABILITY:** The State of Washington models sustainable business practices that contribute to the long-term protection and enhancement of our environment, our economy and the health of current and future generations. Additionally, the retreading of tires is a recycle and re-use method. Re-treading tires helps conserve a valuable nonrenewable resource-oil. Every year, re-treading saves more than 400 million gallons of oil in North American. Retread tires also helps divert thousands of scrap tires from disposal each year.

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

**RECOMMENDATION:**

The Public Works Department recommends approval to increase SAP contract number 4600010473 with Alpine Commercial Tire & Retreaders Inc., Woodinville, WA, by \$735,000, 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. This increase will bring the contract to a cumulative amount of \$935,000, plus applicable sales tax.

**FISCAL IMPACT:**

The fiscal impact is \$735,000, plus applicable sales tax.

**EXPENDITURES:**

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various		5330100	\$735,000.00
<b>TOTAL</b>			<b>\$735,000.00</b>

\* General Fund: Include Department

**REVENUES:**

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Various		various	\$ 735,000.00
<b>TOTAL</b>			<b>\$ 735,000.00</b>



**FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$630,000**

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

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

Expenses are budgeted and covered.