TO: Board of Contracts and Awards

FROM: Andrew Cherullo, Director, Finance Department

Patsy Best, Procurement and Payables Division Manager, Finance Department

COPY: Public Utility Board, Director of Utilities, Board Clerk, City Council, City

Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and Jessica Tonka,

Finance Department.

SUBJECT: Citywide – Tires, Tubes and Services

NASPO ValuePoint Request for Proposals Specification No. RFP1118005083, NASPO ValuePoint Contract No. 19102 – Utility Board October 9, 2019 and

City Council October 15, 2019

DATE: September 5, 2019

RECOMMENDATION SUMMARY:

The Finance Department recommends a contract award to Bridgestone Americas Tire Operations, LLC, Nashville, TN, in the amount of \$3,900,000, plus applicable taxes. The contract is for tires, tubes and services. The contract expires March 31, 2024.

STRATEGIC POLICY PRIORITY:

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

The City needs this contract because we do not have an internal truck tire service center or staffing. This contract is cost effective and operationally efficient because of labor costs, specialized tooling and tire disposal requirements.

BACKGROUND:

ISSUE: This contract provides new tires, tire installation, shop and roadside tire repairs, scrap tire disposal, and fleet tire inspections. Solid Waste, Streets, Sewer, Tacoma Fire Department and Tacoma Police Department will primarily use these services, although the contract is available for all City of Tacoma vehicles and equipment. This will ensure a safe, efficient, and effective fleet for the city to be able to deliver needed services.

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 maintenance, Fire and Police fleet readiness.

COMPETITIVE SOLICITATION:

NASPO ValuePoint Contract No. MA 19102 is a competitively solicited contract valid through March 31, 2024. NASPO ValuePoint conducted a Request for Proposals, Solicitation Number RFP1118005083. It received four submittals. This contract meets Tacoma's competitive solicitation requirements through a Participating Addendum between NASPO ValuePoint and the State of Washington, and an interlocal purchasing agreement between the City of Tacoma and the State of Washington. The contracted vendor is Bridgestone Americas Tire Operations, LLC,



which is the manufacturer. The goods and services will be purchased through multiple distributor locations.

CONTRACT HISTORY: New contract.

SUSTAINABILITY: As a responsible steward of the environment, Bridgestone focuses on taking care of the Earth's natural resources – reducing, reusing and recycling wherever possible. As the world's largest tire and rubber company, Bridgestone's goal is to achieve a 35 percent reduction in CO2 emissions by 2020 and a 50 percent reduction in CO2 emissions by the year 2050 and beyond.

SBE/LEAP COMPLIANCE: Not applicable.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	Cost ELEMENT	TOTAL AMOUNT
Various Departmental Funds			Up to \$3,900,000
TOTAL			

^{*} General Fund: include Department(s).

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
TOTAL			

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: Unknown; per departmental need

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

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