

**CITY OF TEMPE
REQUEST FOR COUNCIL ACTION**
**Council Meeting Date: 06/23/2016
Agenda Item: 5B8**

ACTION: Award a two-year contract with two, two-year renewal options to CraneCare, Inc. for overhead crane and hoist safety inspection, testing, maintenance and repairs services.

FISCAL IMPACT: Total cost of this two-year contract will not exceed \$80,000. Sufficient funds have been budgeted in various City-wide cost centers for the anticipated expenditures.

RECOMMENDATION: Award the contract.

BACKGROUND INFORMATION: (IFB16-127) The City issued an Invitation for Bid (IFB) to establish a term contract for overhead crane and hoist safety inspection, testing, maintenance and repairs services as required.

The purpose of this contract is to provide annual safety inspection, testing and maintenance for approximately 30 City owned overhead cranes and hoists to ensure compliance with OSHA Safety requirements while increasing employee safety and equipment reliability and up time.

Evaluation

The City notified 37 registered vendors of this opportunity. A total of three (3) companies responded as shown below:

- CraneCare, Inc.
- Crane & Hoist of Arizona, Inc.
- Konecranes, Inc.

The table below show's each firm's pricing.

Item No.	Required Services	Crane and Hoist of Arizona, Inc.	CraneCare, Inc.	Konecranes, Inc.
1	Inspecting and testing including load testing for overhead hoists/cranes, monorails 0.5 ton to 2 ton capacity	\$228.00	\$195.00	\$380.00
2	Inspecting and testing including load testing for overhead hoists/cranes, monorails 3 ton to 5 ton capacity	\$316.00	\$340.00	\$400.00
3	Inspecting and testing including load testing for overhead hoists/cranes, monorails 6 ton to 8 ton capacity	\$520.00	\$395.00	\$500.00
4	Inspecting and testing including load testing for overhead hoists/cranes, monorails 9 ton to 15 ton capacity	\$760.00	\$395.00	\$600.00
5	Mechanic, regular time	\$76.00	\$90.00	\$110.00
6	Helper, regular time	\$66.00	\$75.00	\$110.00
7	Mechanic, overtime	\$114.00	\$115.00	\$165.00
8	Helper, overtime	\$99.00	\$97.50	\$165.00
	Total	\$2,179.00	\$1,702.50	\$2,430.00
	Parts and Materials			
9	Contractor mark-up	15%	17%	5% or 28%

Staff recommends a contract be awarded to CraneCare, Inc., as the low responsive and responsible bidder. Pricing will be held firm for two years from date of award.

ATTACHMENTS: Vendor Response

STAFF CONTACT(S): Jerry Hart, CPA, Deputy Internal Services Director - Finance Division, (480) 350-8505; Chris Hansen, Risk Manager, (480) 350-2904

Department Director: Renie Broderick, Internal Services Director

Legal review by: David Park, Assistant City Attorney

Prepared by: Ted Stallings, CPPB, Procurement Officer