



# MEMORANDUM

Council Agenda  
Item No. IX. U  
6/20/2023

## The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

1. Pricing agreement awards and approvals, Air Technologies (C246030), S.E. Hardesty Co. dba Hardesty Team (C246031), Hunter Mechanical & Controls, Inc. (C246032), Jackson Mechanical Service, Inc. (C246033) and Lieber Mechanical, LLC (C246034), air conditioning, heating, chiller installation/repair and replacement, estimated cost \$1,500,000, July 1, 2023 through June 30, 2024; and
2. Resolution authorizing the open market purchase of related items and services not available on a pricing agreement (OM24-C246035), estimated cost \$50,000, July 1, 2023 through June 30, 2024.

### **Purpose:**

To provide for air conditioning, heating, chiller installation/repair and replacement to various City departments and Trusts, which will allow repair projects. The vendor shall supply all machinery, tools, supplies, and manpower to successfully meet the requirements of the specifications. Public Works will issue work orders and obtain bonds for projects exceeding \$100,000. These agreements will have two one-year renewal options.

### **Specifications Advertised:**

April 26, 2023

### **Bids Received:**

May 17, 2023

### **Bids:**

(C246030)

Air Technologies

Chiller-Repair, Replacement and Installation-30% markup on materials.

Air Conditioning and Heating Services and Repairs.

Air Conditioning and Heating Units and Installation.

(C246031)

S.E. Hardesty Team Co. dba Hardesty Team

Chiller-Repair, Replacement and Installation -30% markup on materials.

(not centrifugal chillers, but does repair and replace reciprocating).

Air Conditioning and Heating Services and Repairs.

Air Conditioning and Heating Units and Installation.

(C246032)

Hunter Mechanical & Controls, Inc.

Chiller-Repair, Replacement and Installation-20% markup on materials.

Air Conditioning and Heating Services and Repairs.

Air Conditioning and Heating Units and Installation.

(C246033)

Jackson Mechanical Service, Inc.

Chiller-Repair, Replacement and Installation-30% markup on materials.

Air Conditioning and Heating Services and Repairs.

Air Conditioning and Heating Units and Installation.

(C246034)

Lieber Mechanical LLC

Chiller-Repair, Replacement and Installation-30% markup on materials.

Air Conditioning and Heating Services and Repairs.

Air Conditioning and Heating Units and Installation.

**Bidding Information:**

The current agreements for this commodity expire on June 30, 2023.

The specifications were advertised in the Journal Record and posted in the electronic bidding system. Thirty-eight potential bidders viewed the specifications with six bids submitted. Trane US, Inc. notified Procurement Services, after the bid closed, of their desire to withdraw their bid. Staff is recommending a multiple award to the remaining vendors to ensure the City receives adequate coverage for this commodity.

The estimated cost for these pricing agreements is based on previous expenditures for this commodity. Based on the inflation rates for this commodity over the last three years, and planned projects, staff wants to ensure adequate resources and competitive pricing are available at the time of purchase. City departments and Trusts will obtain quotes from three contracted vendors for purchases exceeding \$50,000. The City is under no obligation to purchase from these agreements. All purchases are subject to future appropriations and availability of funds.

Staff requests open market authority for the purchase of air conditioning, heating, chiller installation/repair and replacement related items not available on a pricing agreement (OM24-246035), estimated cost \$50,000, July 1, 2023 through June 30, 2024. Purchases made with this authority will comply with the City's open market procedures.

**Estimated Cost:**

Pricing Agreements	\$1,500,000
Open Market Resolution	<u>\$ 50,000</u>
Total	\$1,550,000

**Source of Funds:**

Various funds and accounts.

**Review:**

Finance Department

**Recommendation:** Agreements be awarded and approved and Resolution be adopted.