THE CITY OF ASHEVILLE

STAFF REPORT

Council Meeting Date: December 8, 2020

Subject: Contract extension with Daikin Applied Americas Inc.

Staff Resource(s): Sam Powers, Community & Economic Development Department Director
Chris Corl, HCCA General Manager

Action Requested: Adoption of a resolution authorizing the City Manager to amend the contract with Daikin Applied Americas, Inc. to increase the contract amount by $26,772, for a revised total maximum price amount of $101,862.00 and to extend the contract for an additional year in order to complete the Harrah's Cherokee Center Asheville (HCCA) Facility Renovation & HVAC Modernization Project.

Background:

- This contract has been in place since August 11, 2017, for the service & maintenance of the Chiller unit at the Harrah's Cherokee Center.
- The contract is a service contract.
- Daikin Applied Americas, Inc. performs preventative maintenance for the chiller.
- The contract includes 40 hours of repair if something brakes.
- The City is responsible for parts.
- This one year extension is the final extension opportunity for the current contract.
- This contract previously did not require City Council authorization as the contract amount totaled $75,090.
- The final year extension increased the total contract amount above the $90,000 threshold requiring Council approval.

Vendor Outreach Efforts:

- When initially contracted, staff performed an informal bidding process which included outreach to Minority & Women-Owned Business Enterprise (MWBE) service providers for services. No MWBE service providers responded.

Council Goal(s):

- A Thriving Local Economy
- A Clean and Healthy Environment

Committee(s):

- None

Pro(s):

- Improves the venue's ability to host a wider range of events.
- Reduced energy consumption with well maintained equipment with intelligent controls.

Con(s):

- None.

Fiscal Impact:

- Funds are budgeted within the Harrah's Cherokee Center's contracted services account ($26,772).

Suggested Motion:

- Motion to adopt a resolution authorizing the City Manager to amend the contract with Daikin Applied Americas, Inc. to increase the contract amount by $26,772, for a revised total maximum price amount of $101,862.00 and extend the contract for an additional year.

Attachment(s)

- Resolution

RESOLUTION NO. 20-_____

RESOLUTION AUTHORIZING THE CITY MANAGER TO AMEND THE CONTRACT WITH DAIKIN APPLIED AMERICAS INC. FOR CHILLER SERVICE AT HARRAH'S CHEROKEE CENTER ASHEVILLE FOR A PERIOD OF ONE ADDITIONAL YEAR

WHEREAS, the City of Asheville has authority pursuant to Article 3 of Chapter 160A of the North Carolina General Statutes to enter into contracts for services with other entities; and

WHEREAS, the City of Asheville is currently under contract with Daikin Applied Americas for the HCCA Chiller Service Agreement; and

WHEREAS, the City of Asheville desires to amend the above-referenced contract to extend the contract term for an additional one-year and increase the contract amount by an additional $26,722.00 ; and

WHEREAS, funding for said work is included in the current fiscal budget of the Harrah's Cherokee Center Division;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF ASHEVILLE THAT:

The City Manager is hereby authorized to amend the contract for chiller service at Harrah's Cherokee Center Asheville with Daikin Applied Americas Inc. to extend the contract for a period of one year and to increase the contract amount, with a maximum amount not to exceed $101,862.00.

Read, approved, and adopted this 8th day of December 2020.

_____ _____

City Clerk Mayor

Approved as to form:

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City Attorney