

CITY OF MIAMI BEACH

CITY HALL 1700 CONVENTION CENTER DRIVE MIAMI BEACH, FLORIDA 33139
www.miamibeachfl.gov



COMMISSION MEMORANDUM

To: Mayor David Dermer and
Members of the City Commission

Date: September 10, 2003

From: Jorge M. Gonzalez
City Manager

A handwritten signature in cursive script, appearing to read 'Jorge'.

Subject: **REQUEST FOR APPROVAL TO AWARD A CONTRACT TO KONE, INC.,
IN THE ANNUAL ESTIMATED AMOUNT OF \$43,420, PURSUANT TO
INVITATION TO BID NO. 55-02/03, FOR THE CITYWIDE MAINTENANCE OF
ELEVATORS**

ADMINISTRATION RECOMMENDATION:

Approve the Award.

BID AMOUNT AND FUNDING:

\$43,420 Funds are available from Property Management Accounts 520.1720.000325 and 250.1720.000342, and Parking Department Accounts 480.0463.000325 and 480.0463.000342, allocated for Fiscal Year 03/04 for elevator maintenance and repairs.

ANALYSIS:

Invitation to Bid No. 55-02/03 (the "Bid") was issued on July 18, 2003, with an opening date of August 20, 2003. BidNet issued bid notices to 5 prospective bidders. Additionally, the Procurement Division sent the bid announcement to the "BB-Bid", the online bidding and procurement system powered by the Blue Book database, thus inviting another 31 prospective bidders. The notices resulted in the receipt of four (4) bids.

The purpose of the Bid is to establish a contract, by means of sealed bids, for citywide maintenance of elevator and elevator repair services, from a source of supply that will give prompt and efficient service.

Atlantic Elevator Sales and Service, Inc., the current contractor, provided a bid but was not deemed to be the lowest and best.

The lowest and best bid was received from KONE, Inc. This contractor has been in business for 111 years as a specialty mechanical contractor (Elevator). The Procurement Division obtained favorable references from the following agencies:

- Jackson Memorial Hospital;
- Olympus Association;
- Miami-Dade Aviation Department; and
- The Miami Herald.

The contract with KONE, Inc. shall remain in effect from time of award until **September 30, 2005**. The contract may be extended for an additional three (3) years, on a year-to-year basis, if mutually agreed by upon both parties. At time of renewal each year, the City will negotiate an adjustment based on Consumer Price Index (CPI) increase.

RECOMMENDATION

Based on the analysis of the bids received, it is recommended that the City award the contract to the lowest and best bidder, **KONE, INC.**

BID TABULATION:

GROUP I. MAINTENANCE AGREEMENT					
Item	Description	Kone Elevator	Atlantic Elevator	Executive Elevator	ThyssenKrupp
1	CITY HALL (2 Elevators)	\$ 270/month	\$ 334/month	\$ 549/month	\$ 387/month
2	POLICE STATION (3 Elevators)	240	420	509	465
3	HISTORIC CITY HALL (2 Elevators)	490	590	886	620
4	17TH ST PARKING (5 Elevators)	425	700	890	625
5	42ND ST PARKING (2 Elevator s)	430	590	624	464
6	13TH ST PARKING (2 Elevators)	170	280	364	250
7	S. SHORE COMMUNITY CTR (1 Elevator)	90	127	161	94
8	SCOTT RAKOW YOUTH CTR (1 Elevator)	85	127	141	94
9	BASS MUSEUM (1 Elevator)	85	127	141	94
TOTAL MONTHLY COST (19 Elevators)		\$ 2,285	\$ 3,295	\$ 4,265	\$ 3,093
TOTAL ANNUAL COST (19 Elevators)		\$ 27,420	\$ 39,540	\$ 51,180	\$ 37,116
GROUP II. REPAIRS NOT COVERED UNDER MAINTENANCE AGREEMENT (Estimated \$16,000/Year)					
1	Hourly Labor Rate I	\$ 102.00/hour	\$ 125.00/hour	\$ 130.00/hour	\$ 139.92/hour
2	Hourly Labor Rate II	\$ 175.00/hour	\$ 212.50/hour	\$ 260.00/hour	\$ 209.88/hour
3	Parts and Supplies to be supplied at vendors	Cost	Cost	Cost	Cost