



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2016-0472

TO: Mayor and City Council Members
FROM: Lisa Cummins, Purchasing Manager
DATE: December 5, 2016
SUBJECT: Office Supplies and Equipment

REQUEST:

City Council is requested to authorize a blanket purchase order to Office Depot, Boca Raton, Florida and other office supply vendors as appropriate for office supplies and equipment in the amount not-to-exceed \$55,000 through December 31, 2017.

REASON FOR PURCHASE:

The City of Rochester Hills participated with several Michigan Intergovernmental Trade network (MITN) communities in the Oakland County Request for Proposals for office supplies and equipment. The intent of the cooperative effort was to reduce costs, standardize the amount of products purchased and aggregate 500 of the most commonly purchased items across the group.

The resulting best value award to OfficeMax aggregates the MITN Purchasing Group's spend creating an annual volume rebate to the City. Last year's sales volume rebate was \$1,177.61. There are 650 catalog items on the core discounted list with other catalog merchandise at 30-50% off list. A website provides users with on-line ordering and alternate value pricing. The contract offers desk top delivery with no shipping charges, an on-site customer service representative, and many green product choices. Departments are encouraged to utilize product alternates to achieve further savings.

The Purchasing Division continuously monitors the volatile pricing of paper from various suppliers to ensure continued cost savings for the City.

PROCESS:

Vendor Name and Address:

OfficeMax North America, Inc.
6600 N. Military Trail
Boca Raton, FL 33496

Other available cooperative contracts

Reason for Selection:

Best Value

Method of Purchase:

Blanket Purchase Order utilizing Michigan Intergovernmental Trade Network Contract and other Available cooperative contracts.

BUDGET:

Funding is included Citywide in the FY 2017 Adopted Budget.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Various Citywide	Various Citywide	Various.727000 / Office Supplies	\$66,750	\$55,000	\$11,750

RECOMMENDATION:

It is recommended that the Rochester Hills City Council authorizes a blanket purchase order to OfficeMax Inc., Boca Raton, Florida and other office supply vendors as appropriate for office supplies and equipment in the amount not-to-exceed \$55,000 through December 31, 2017.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		