Contract #192163

Maintenance Repair and Operations (MRO) Supplies, Parts, Equipment, Materials

Grainger

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- 1. Grainger's Response to Intent to Negotiate
- 2. City's Request for Intent to Negotiate
- 3. Grainger's Response to RFP# 192163
- 4. RFP# 192163

1. Grainger's Response to Intent to Negotiate



W.W. Grainger, Inc 100 Grainger Parkway Lake Forest, IL 60045-5201

Ms. Jenn Myers, CPPB Department of Procurement 255 W. Alameda, 6th Floor Tucson, AZ 85701

RE: City of Tucson RFP #192163, Maintenance, Repair and Operations (MRO) Supplies, Parts, Equipment, Materials and Related Services – Intent to Negotiate

Dear Ms. Myers:

W.W. Grainger, Inc. respectfully submits the following items and explanations in relationship to our proposal submitted on 4/11/2019 for RFP#192163. Please find the following response where a request was made for further follow-up. We appreciate the opportunity to respond and negotiate with the City of Tucson. If for any reason you or OMNIA partners needs further clarification or has any concerns feel free to request additional information.

2. The City does not accept the changes to Standard Terms and Conditions, Paragraph 21. Indemnification.

Grainger accepts the original language for Indemnification Standard Terms and Conditions, Paragraph 21 and removes any alterations.

3. The City requests a best and final response to the pricing. Please complete the attached Price Page.

W.W. Grainger submits the following updates in our price offer. We strongly feel this price offer together with the newly revised incentive program, service offer, and other programs proposed in the RFP will deliver the best overall value in comparison to others. If the proposed offer is accepted Grainger would like to enter the City of Tucson into the newly created plus program which offers additional pricing benefits specific to the City's needs.

Grainger has submitted the requested Price Page (see attached)

4. The City requests additional clarification on the Functional Alternatives. In reviewing some of the items, it seems that the functional alternative was higher priced items, or the items did not match the request of what is being replaced. Please provide additional information to clarify this.

Per the requirements in the RFP, Grainger's intent for the functional alternate items was to provide options and additional breadth and depth for the City Tucson and National members. For some items submitted, there is a different ship pack quantity which will impact the SKU pack sell price. Where there was not an exact match, Grainger offered functional alternate items, or like items to the requested market basket. For functional alternate items, Grainger submitted items where the product serves the same function as the exact match. Knowing customers may want additional options nationally we wanted to offer the broadest assortment possible. Grainger has re-submitted new pricing for the City to





review for some of the alternate items. For item 3EB48 and alternate item 3EB49 Grainger respectfully retracts our original submitted price as both items are eligible for our .01 program on a case by case bases based on customer paper commitments. This still allows the customer to receive the .01 price for the exact and alternate item with the purchase of associated paper products.

- 6. Omnia Partners is unable to accept the following changes.
- a. Marketing and Sales Page 17 of 44 Section 8
- b. Marketing and Sales Page 17 of 44 Section 10

Both sections above are a part of the Master Intergovernmental Cooperative Purchasing Agreement with allows Participating Agencies to sign up with OMNIA Partners to use this contract. This agreement is not between Grainger and OMNIA Partners and was included as an example only.

Grainger removes our previous exceptions for:

- a. Marketing and Sales Page 17 of 44 Section 8
- b. Marketing and Sales Page 17 of 44 Section 10

W.W. Grainger hopes you find the submitted changes meet your needs to move further. However, if for any reason the submitted changes do not meet your desired state for this RFP please reach out to me.

Sincerely,

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Sr. Government Sales Manager

W.W. Grainger Inc.

| 2. | City's Req | uest for l | ntent to | Negotiate |
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CITY OF TUCSON

BUSINESS SERVICES DEPARTMENT May 21, 2019

Sent this day via email: ron.price@grainger.com

Ron Price Sr. Government Sales Manager W.W. Grainger, Inc. 100 Grainger Parkway Lake Forest, IL 60045

RE: City of Tucson RFP #192163, Maintenance, Repair and Operations (MRO)
Supplies, Parts, Equipment, Materials and Related Services – Intent to Negotiate

Dear Mr. Price:

The City of Tucson has completed the evaluation of submittals received in response to the subject solicitation. Based upon the recommendation of the evaluation committee, the City is inviting your firm to enter negotiations. Specifically, the City requests the following:

- 1. The City accepts the following terms and conditions from your proposal:
 - a. Section B. Product Requirements, Section 3, Defective Product
 - b. Section B. Product Requirements, Section 3, Pricing
 - c. Special Terms and Conditions, Paragraph 8. Price Adjustment
 - d. Standard Terms and Conditions, Paragraph 41. Termination of Contract

These changes are all shown on the Attached document, highlighted in bold.

- **2.** The City does not accept the changes to Standard Terms and Conditions, Paragraph 21. Indemnification.
- **3.** The City requests a best and final response to the pricing. Please complete the attached Price Page.
- **4.** The City requests additional clarification on the Functional Alternatives. In reviewing some of the items, it seems that the functional alternative was higher priced items, or the items did not match the request of what is being replaced. Please provide additional information to clarify this.
- **5.** Omnia Partners and the City accept the following terms and conditions:
 - a. 2.1 Corporate Commitment
 - b. 2.2 Pricing Commitment
 - c. 2.3 Sales Commitment
 - d. 3.3 Marketing and Sales 44A
 - e. 3.3 Marketing and Sales 44C
 - f. 3.3 Marketing and Sales 44E
 - g. 3.3 Marketing and Sales 44K
 - h. 3.3 Marketing and Sales 44M
 - i. 3.3 Marketing and Sales 44N
 - j. 3.3 Marketing and Sales Page 13 of 44 Section 14
 - k. 3.3 Marketing and Sales Page 13 of 44 Section 15

BUSINESS SERVICES DEPARTMENT SHARED SERVICES – PROCUREMENT

| 3. Grainger's Response to RFP# 1921 | 63 |
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The City of Tucson & OMNIA Partners



Maintenance, Repair & Operations (MRO) Supplies, Parts, Equipment, Materials & Related Services

REQUEST FOR PROPOSAL # 192163

ORIGINAL

SUBMITTED BY:

Ron Price Sr. Government Sales Manager Ron.Price@grainger.com 979-224-6794 W.W. Grainger, Inc. 100 Grainger Parkway Lake Forest, IL 60045

APRIL 11, 2019, AT 4:00 P.M. LOCAL AZ TIME



Contract #192163

Maintenance Repair and Operations (MRO) Supplies, Parts, Equipment, Materials

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Sr. Government Sales Manager

W.W. Grainger Inc.

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REQUEST FOR PROPOSAL NO. 192163
PAGE 24 OF 25
PRINCIPAL CONTRACT OFFICER: JENN MYERS, CPPB
PH: (620) 837-4137 / FAX: (520) 791-4735

OFFER AND ACCEPTANCE

OFFER

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| 102 | 105 | CHIT. | U. | LUCSUN |

The Undersigned hereby offers and shall furnish the material or service in compliance with all tenns, scope of work, conditions, specifications, and amendments in the Request for Proposal which is incorporated by reference as if fully set forth herein.

| | For clarification of this offer, contact: | | | |
|--|---|--|--|--|
| W.W. Grainger, Inc. Company Name | Name: Rou Price | | | |
| 100 Grainger Parkway Address | Title: _Sc. Government Sales Manager | | | |
| Lake Forest IL 60045 City State Zip | Phone: _979-224-6794 | | | |
| Signature of Person Authorized to Sign | Fax: <u>NA</u> | | | |
| Ron Price Printed Name | E-mail: Ron.Price@grainger.com | | | |
| Sr. Government Sales Manager Title | • | | | |
| ACCEPT | ANCE OF OFFER | | | |
| The Offer is hereby accepted. The Contractor is now bound to sell the materials or services specified in the Contract. This Contract shall be referred to as Contract No. 192193 | | | | |
| CITY OF TUCSON, a municipal corporation | | | | |
| Approved as to form: | Awarded: | | | |
| This day of 2019 | Thisday of2019 | | | |
| My V | Wathan Down | | | |
| As Tucson City Attorney and not personally | As Director of Business Services and not personally | | | |

| 3. Grainger's Response to RFP# 1921 | 63 |
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The City of Tucson & OMNIA Partners



Maintenance, Repair & Operations (MRO) Supplies, Parts, Equipment, Materials & Related Services

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Ron Price Sr. Government Sales Manager Ron.Price@grainger.com 979-224-6794 W.W. Grainger, Inc. 100 Grainger Parkway Lake Forest, IL 60045

APRIL 11, 2019, AT 4:00 P.M. LOCAL AZ TIME





City of Tucson Attachment A



Requirements for National Cooperative Contract To be Administered by OMNIA Partners

The following documents are used in evaluating and administering national cooperative contracts and are included for Supplier's review and response.

OMNIA Partners Exhibit A – RESPONSE FOR NATIONAL COOPERATIVE CONTRACT

OMNIA Partners Exhibit B – ADMINISTRATION AGREEMENT, EXAMPLE

OMNIA Partners Exhibit C – MASTER INTERGOVERNMENTAL COOPERATIVE PURCHASING AGREEMENT, EXAMPLE

OMNIA Partners Exhibit D – PRINCIPAL PROCUREMENT AGENCY CERTIFICATE, EXAMPLE

OMNIA Partners Exhibit E – CONTRACT SALES REPORTING TEMPLATE

OMNIA Partners Exhibit F – FEDERAL FUNDS CERTIFICATIONS

OMNIA Partners Exhibit G – NEW JERSEY BUSINESS COMPLIANCE

OMNIA Partners Exhibit H – ADVERTISING COMPLIANCE REQUIREMENT