

CITY COUNCIL AGENDA ITEM

Date: January 16, 2023

To: Mark F. Miller, City Manager

From: Robert J. Bruner, Assistant City Manager

Dee Ann Irby, Controller Frank Nastasi, Police Chief Thomas Gordon, Police Captain Frank Shuler, Police Lieutenant Dan Galich, Police Sergeant

Emily Frontera, Purchasing Manager

Subject: Bid Waiver - Ammunition Purchase, Troy Police Department

<u>History</u>

The Police Department regularly purchases ammunition for Officer handguns and rifles through Cooperative Purchase Programs. However, due to current ammunition supply shortages, lead times for receiving these orders are up to 2 years. Ammunition shortage is due to, among other factors, the shortage of copper from the manufacturing of electric vehicles, increased demand due to increased firearm purchases, and the U.S. banning ammunition imports from Russia, China, Iraq and other countries.

The Police Department typically uses about 120,000 lead free handgun rounds per year for continual training and qualification. The Police Department currently has 35,000 lead free handgun rounds on hand. Due to the ammunition shortage and long waiting periods, the Police Department has been forced to cut usage in half to avoid the risk of running out of ammunition. Orders have been placed with Keisler Police Supply through the State of Michigan MiDEAL Cooperative Purchasing Program. However, shipments are estimated to arrive anywhere from February 2023 to February 2024. Thus, it has become necessary to buy ammunition in bulk from vendors who have supply available whenever there is the opportunity.

Purchasing

Michigan Ammo LLC, MI is currently the only supplier with ammunition immediately available to the Police Department. They currently have 85,000 rounds of training handgun ammunition available for purchase.

It is in the best interest of the City to waive the bid process and purchase the available bulk ammunition from *Michigan Ammo LLC of Ecorse, MI* for an estimated total cost of \$31,237.50 as detailed in the attached estimate #615, expiring March 31, 2023

Financial

Funds are budgeted and available in the Operating Accounts for the Troy Police Department. Expenditures will be charged to Account Number 101.301.11.322.7740.012.



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Recommendation

City Management recommends, in the best interest of the City, to waive the bid process and award a contract to purchase 85,000 rounds of training handgun ammunition to *Michigan Ammo LLC of Ecorse, MI* for an estimated amount of \$31,237.50 as detailed in the attached quote.

Michigan Ammo., LLC

4680 High Street Ecorse, MI 48229

Estimate

Date	Estimate #		
1/4/2023	615		

Name / Address
City of Troy Purchasing Department 500 West Big Beaver Rd. Troy, Mi 48084-5285

Project

Description	Qty		Rate	Total
mm 90 Gr. F.P. Frangible Ammunition L/F		85	367.50	31,237.50
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	•		Total	\$31,237.