

**CITY COUNCIL
COMMUNICATION:**

REVISED

ITEM _____

02-018

**OFFICE OF THE CITY MANAGER
CITY OF DES MOINES, IOWA**

AGENDA:

SYNOPSIS -

JANUARY 7, 2002

The Park and Recreation Department requests approval to enact a negotiated grace period for use of equipment and continuation of service by Pepsi Americas as sole beverage provider during the period from December 31, 2001, to March 19, 2002, at these specific locations: Blank, Grandview, and Waveland Golf Courses; Des Moines Botanical Center; and Blank Park Zoo. City staff will use this time to request proposals for a new single beverage provider agreement. Staff intends to return to Council for approval of a Request for Proposals (RFP) on January 28, 2002.

SUBJECT:

EXTENSION OF
AGREEMENT WITH
PEPSI-COLA

TYPE:

FISCAL IMPACT -

RESOLUTION
ORDINANCE
RECEIVE/FILE

No cost to the City.

SUBMITTED BY:

RECOMMENDATION -

DONALD M. TRIPP
PARK AND
RECREATION
DIRECTOR

To extend the agreement with Pepsi-Cola to March 19, 2002.

BACKGROUND -

On April 5, 1999, by Roll Call No. 99-1026, the City and Pepsi-Cola General Bottlers Inc. entered into a three-year agreement with an option to renew for one additional three-year period. This agreement enabled the Park and Recreation Department to consolidate its beverage operations to obtain the best financial benefit to the City due to its concessionaires' equipment, sponsorships, and low product cost. It is staff's intention to rebid this soft drink business.

A comprehensive report on the current Pepsi-Cola contract and its performance will be provided as part of the City Council action to approve the RFP.
