Thursday, October 11, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 38

Subject: Authorize award and execution of four 24-month requirements supply contracts with ACT PIPE & SUPPLY, Pflugerville, TX, HYDROFLO, INC., Beaumont, TX, HD SUPPLY WATERWORKS, Round Rock, TX, and MUNICIPAL WATER WORKS SUPPLY, L.P., Royce City, TX, for the purchase of various hydrant repair parts for the Austin Water Utility in an estimated amounts not to exceed \$1,125,656, \$331,115, \$205,250, and \$101,974 with two 12-month extension options in amounts not to exceed \$562,828, \$165,558, \$102,625 and \$50,987 respectively per extension option, for total contract amounts not to exceed \$2,251,312, \$662,231, \$410,500 and \$203,948 respectively.

Amount and Source of Funding: Funding in the amount of \$881,998 is available in Fiscal Year 2007–2008 Operating Budget of the Austin Water Utility. Funding for the remaining 12-months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Stephen T. Aden, Supervising Senior Buyer, 974-2021.

Purchasing Language: Lowest bids of five bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

Boards and Commission Action: Recommended by the Water and Wastewater Commission

These requirements contracts will provide the Austin Water Utility (AWU) with a readily available supply of hydrant repair parts of various types and sizes. The items will be ordered on an as needed basis and stored at AWU's Webberville Storeroom and Glen Bell Service Center. The parts will be used by maintenance crews for the repair of existing hydrants throughout the City.

MBE/WBE solicited: 0/0 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Thirty-six notices were sent. There are no MBEs/WBEs available for this commodity code. Five bids were received.
- c. The pricing offered represents a 9% increase to the last contract awarded in August 2006. ACT Pipe and Supply is a current supplier under one of the two current contracts.

APPROVAL JUSTIFICATION

- a. Lowest bids received.
- b. The Purchasing Office concurs with Austin Water Utility's recommended award.
- c. Advertised in the Austin American-Statesman and the Internet.