Thursday, July 23, 2009

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 82

Subject: Authorize award and execution of a 12-month requirements service contract with PIPELINE VIDEO INSPECTION & CLEANING, LLC., Phoenix, AZ for the cleaning and inspection of small diameter sanitary sewer collection system lines for the Austin Water Utility in an estimated amount not to exceed \$530,517, with two 12-month extension options in estimated amounts not to exceed \$663,147 for the first extension option, and \$762,620 for the second extension option, for a total estimated contract amount not to exceed \$1,956,284.

Amount and Source of Funding: Funding in the amount of \$88,420 is available in the Fiscal Year 2008–2009 Operating Budget of the Austin Water Utility. Funding for the remaining 10 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: Steve Aden, Purchasing Manager, 974-2021

Purchasing Language: Lowest bid of seven bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C 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.

This contract is for cleaning and inspection services of the Austin Water Utility's (AWU) small diameter sanitary sewer collection system lines. The contractor will inspect suspected deteriorated and/or debris laden wastewater lines within the sewage collection system and gather information on the condition of the lines. Austin Water Utility will then use this information to identify sewer lines that require replacement or rehabilitation in order to prevent future sewage overflows.

This contract will augment AWU's cleaning and television inspection crews throughout the City's service areas in order to meet the Environmental Protection Agency's requirement to eliminate sewage overflows.

MBE/WBE solicited: 13/1 MBE/WBE bid: 1/1

PRICE ANALYSIS

- a. Adequate competition.
- b. One hundred thirty-two notices were sent, including 13 MBEs and one WBE. Seven bids were received, including one MBE and one WBE.
- c. The pricing offered represents an 18% decrease from the last contract award in November 2003.

APPROVAL JUSTIFICATION

- a. Lowest bid received. Pipeline Video Inspection & Cleaning, LLC is not the current provider of these services.
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.c. Advertised in the Austin American-Statesman and the Internet.