

## A G E N D A



## Recommendation for Council Action (Purchasing)

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| Austin City Council | Item ID: | 7216 | Agenda Number | 51. |
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| Meeting Date: | June 23, 2011 |
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| Department: | Purchasing |
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## Subject

Authorize award and execution of two 24-month requirement supply contracts for ductile iron fittings and pipe joint restraints for the Austin Water Utility with MUNICIPAL WATER WORKS, Royse City, TX in an amount not to exceed \$185,827.50, with two 12-month extension options in amounts not to exceed \$92,913.75 per extension option, for a total agreement amount not to exceed \$371,655 and with HD SUPPLY WATER WORKS, Round Rock, TX in an amount not to exceed \$88,851.80, with two 12-month extension options in amounts not to exceed \$44,425.90 per extension option, for a total agreement amount not to exceed \$177,703.60.

## Amount and Source of Funding

Funding in the amount of \$22,890 is available in the Fiscal Year 2010-2011 Operating Budget of the Austin Water Utility. Funding for the twenty-two remaining 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.

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| Purchasing Language: | Lowest bids meeting specification of three bids received. |
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| Prior Council Action: |  |
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| For More Information: |  |
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| Boards and Commission Action: | Recommended by the Water and Wastewater Commission. |
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| 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. |
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| Related Items: |  |
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## Additional Backup Information

These contracts are for the supply of ductile iron fittings and pipe joint restraints for the Austin Water Utility. The items will be purchased on an as needed basis and will be stored in the Austin Water Utility's Glen Bell Service Center and Webberville storeroom to be issued to line maintenance, construction and field services crews in water services installation and repair. These parts are necessary for AWU to be able to service new customers and repair existing customer lines as needed.

MBE/WBE solicited: 3/5

MBE/WBE bid: 0/0

**BID TABULATION**

IFB No. SSC0142

DUCTILE IRON FITTINGS AND PIPE JOINT  
(25 line items)

**VENDOR**

**TOTAL ANNUAL BID**

Municipal Water Works  
Royse City, Texas

\$92,913.75 (15 items)

HD Supply Waterworks  
Round Rock, Texas

\$44,425.90 (10 items)

Act Pipe & Supply did not submit a bid with the revised bid sheets as required in the solicitation documents. Therefore, could not be considered for award.

A copy of the bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

**PRICE ANALYSIS**

- a. Adequate competition.
- b. Ninety-seven notices were sent, including two MBEs and three WBEs. Three bids were received, with no response from the MBEs/WBEs. One "No Bid" response was received.
- c. The pricing offered represents an approximate 23% increase from the last contract award September 2009. This increase can be attributed to the rising costs in steel and other metals.

**APPROVAL JUSTIFICATION**

- a. Lowest bids received. Municipal Water Works and HD Supply Waterworks are the current providers.
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.