

Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	10729	Agenda Number	44.		
Meeting Date:	November 10, 2011						
Department:	Purc	hasing					

Subject

Authorize award and execution of a 36-month requirements supply contract with TECHLINE PIPE, Hutto, Texas, for the purchase of gate valves for the Austin Water Utility in an estimated amount not to exceed \$61,949.46, with three 12-month extension options in an estimated amount not to exceed \$20,649.82 per extension option, for a total estimated contract amount not to exceed \$123,898.92.

Amount and Source of Funding

Funding in the amount of \$17,208 is available in the Fiscal Year 2011-2012 Operating Budget of the Austin Water Utility. Funding for the remaining twenty-six 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.

Purchasing Language:	Lowest bid of four bids received.				
Prior Council					
Action:					
For More	Sydney Ceder, Sr. Buyer/974-2035				
Information:	Sydney Ceder, 51. Ddyer/974-2055				
Boards and					
Commission	To be reviewed by the Water and Wastewater Commission on November 9, 2011.				
Action:					
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.				
Related Items:					
Additional Backup Information					

This contract will provide gate valves for the Austin Water Utility. Maintenance crews install gate valves as needed throughout the City's water distribution system. Gate valves can be closed for various reasons but mainly to allow for repairs to be completed to the water main. The gate valves come in sizes 4", 6", 8" and 16" and they are stocked at the Webberville and Glen Bell storerooms and issued to maintenance crews as needed.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

BID TABULATION IFB No. SSC0170 GATE VALVES (7 Line Items)

<u>VENDOR</u> <u>TOTAL ANNUAL BID</u>

TECHLINE PIPE \$20,649.82

Hutto, Texas

Municipal Water Works \$21,488.00

Royse City, Texas

HD Supply Water Works \$23,846.12

Round Rock, Texas

FMW Distributors, Inc. \$24,843.00

Montgomery, Texas

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. Five notices were sent. There are no known MBEs and/or WBEs for this commodity code. Four bids were received.
- c. The pricing offered represents an approximate 40% increase from the last contract award August 2009. This increase can be attributed to the industry wide increase in iron and steel products.

APPROVAL JUSTIFICATION

- a. Lowest bid received. Techline Pipe is not the current provider.
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- Advertised in the Austin American-Statesman and on the Internet.