

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	12772	Agenda Number	20.
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Meeting Date:	March 1, 2012
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Department:	Purchasing
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Subject

Authorize award and execution of a 24-month requirements supply agreement with MUELLER SYSTEMS, LLC, for repair parts for Hersey water meters for the Austin Water Utility in an amount not to exceed \$288,000.

Amount and Source of Funding

Funding in the amount of \$96,000 is available in the Fiscal Year 2011-2012 Operating Budget of the Austin Water Utility. Funding for the remaining sixteen months of the original contract period 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 two bids received.
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Prior Council Action:	
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For More Information:	Steve Cocke, Buyer II, 974-2003.
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Boards and Commission Action:	Recommended by 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

This contract establishes an annual agreement for the supply of repair parts for Hersey water meters for the Austin Water Utility (AWU). Repair parts will be purchased on an as needed basis and will be stored at the Water Meter Shop. Hersey meters, three inches and above, are accuracy tested in the field. If the meter fails its accuracy test, it is repaired in the field with new parts and retested to insure accuracy. These parts are necessary for that process.

MBE/WBE solicited: 2/2

MBE/WBE bid: 0/0

BID TABULATION

SDC0239

REPAIR PARTS FOR HERSEY WATER METERS

(Estimated Annual Expenditure \$144,000)

<u>VENDOR</u>	<u>% DISCOUNT FROM MANUFACTURES PUBLISHED PRICE LIST</u>	<u>TOTAL PRICE OF SAMPLE OF MOST COMMONLY USED HERSEY METER PARTS</u>
MUELLER SYSTEMS LLC Cleveland, NC	33%	\$377.88
Fluid Meter Service Corp.	20%	\$451.20

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

PRICE ANALYSIS

- Adequate competition
- Seventy Eight notices were sent, including two WBE firms & two MBE firms listed for this commodity. Two bids were received, with no responses from the MBE/WBEs.
- The pricing offered represents a 6.4 % decrease to the last contract award in April 2011.

APPROVAL JUSTIFICATION

- Lowest bid received. Fluid Meter Service Corp. is the current supplier.
- The Purchasing Office concurs with Austin Water Utility recommended award.
- Advertised in the Austin American-Statesman and on the Internet.