

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	25578	Agenda Number	59.
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Meeting Date:	August 8, 2013
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Department:	Purchasing
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Subject

Authorize award and execution of two 24-month requirement supply contracts for the purchase of various hydrant repair parts for the Austin Water Utility with HD SUPPLY WATERWORKS LTD in an amount not to exceed \$140,308 with two 12-month extension options in an amount not to exceed \$70,154 per extension option for a total contract amount not to exceed \$280,616; and with HYDRAFLO, INC. in an amount not to exceed \$127,962 with two 12-month extension options in an amount not to exceed \$63,981 for a total contract amount not to exceed \$255,924.

Amount and Source of Funding

Funding in the amount of \$22,356 is available in the Fiscal Year 2012 – 2013 Operating Budget of the Austin Water Utility. Funds for the remaining twenty-two 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:	Low bids of received.
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Prior Council Action:	
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For More Information:	Steve Aden, Purchasing Manager, 972-4040
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Boards and Commission Action:	July 10, 2013 – Approved by the Water and Wastewater Commission on a 6-0 vote.
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Related Items:	
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MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (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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Additional Backup Information

These contracts will supply 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: 1/0

MBE/WBE bid: 0/0

BID TABULATION
IFB NO. STA1070
FIRE HYDRANT REPAIR PARTS
(50 line items)

<u>VENDOR</u>	<u>TOTAL BID ITEMS BID</u>	<u>TOTAL AWARD ITEMS AWARDED</u>
HD Supply Waterworks Pflugerville, TX	\$155,342 (50 of 50)	\$70,154 (26 of 50)
Hydraflo, Inc. Beaumont, TX	\$77,488 (26 of 50)	\$63,981 (24 of 50)
Ferguson Enterprises, Inc. Round Rock, TX	\$122,236 (24 of 50)	

*Award was based upon low unit price per/line item for a 12-month period.

NOTE: Complete bid tabulation is on file in the Purchasing Office and is on the City of Austin's, FASD Purchasing Office Website.

PRICE ANALYSIS

- a. Adequate competition.
- b. Sixty-five notices were sent, including one MBE firm. Three bids were received with no MBE or WBE firms responding.
- c. The pricing offered represents a 37% increase from the previous contract awarded in December 2010. This increase can be attributed to the instability in the metal market.
- d. Both HD Supply Works and Hydraflo, Inc. are current providers.

APPROVAL JUSTIFICATION

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