

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council - Commissioner's Court Meeting		Item ID:	34247	Agenda Number	69.
Meeting Date:	August 7, 2014				
Department:	Purchasing				
Subject					
Authorize award and execution of a 36-month requirements supply agreement with KLP COMMERCIAL, LLC for the purchase of PVC water and sewer pipe in an amount not to exceed \$391,473, with three 12-month extension options in an amount not to exceed \$130,491, per extension option, for a total contract amount not to exceed \$782,946.					
Amount and Source of Funding					
Funding in the amount of \$10,874 is available in the Fiscal Year 2013 – 2014 Operating Budget of the Austin Water Utility. Funding for the remaining 35 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 received.				
Prior Council Action:					
For More Information:	Steve Aden, Purchasing Manager, 512-972-0047				
Boards and Commission Action:	July 9, 2014 - Recommended by the Water and Wastewater Commission on a 6-0 vote.				
Related Items:					
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.				
Additional Backup Information					

This contract with KLP Commercial, LLC of Round Rock, TX is for the supply of PVC sewer and water pipe for the Austin Water Utility to be ordered on an as needed basis and stored at the Webberville Center and Glen Bell Service Center to ensure an adequate supply of inventory. The pipe is used for new water and line installation, emergency repair, and routine maintenance/replacement.

MBE/WBE solicited: 13/8

MBE/WBE bid: 0/1

BID TABULATION

IFB No. STA1124
PVC Water and PVC Sewer Pipe
(9 line items)

<u>VENDOR</u>	<u>TOTAL BID</u>
KLP Commercial, LLC (MWBD) Round Rock, TX	\$130,490.64
Ferguson Enterprises, Inc. dba Ferguson Waterworks Georgetown, TX	\$132,350.60
HD Supply Waterworks, LLC Pflugerville, TX	\$135,457.28

NOTE: Complete copy of the bid tabulation is on file in the Purchasing Office and is on the City of Austin, FSD Purchasing Office website.

PRICE ANALYSIS

- Adequate competition.
- One hundred twenty-two notices were sent, including 13 MBE and 8 WBE firms. Three bids were received, with 1 WBE firm responding. No MBE firms responded.
- The pricing offered represents a 13% increase from the previous contract awarded June 2012. This can be contributed to the increase cost of fuel in the production and manufacturing process.
- KLP Commercial, LLC is not the current supplier.

APPROVAL JUSTIFICATION

- Low bid.
- The Purchasing Office concurs with the Austin Water Utility's recommended award.
- Advertised in the Austin American-Statesman and on the Internet.