

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	66091	Agenda Number	28.
Meeting Date:	January 26, 2017			
Department:	Purchasing			
Subject				
Authorize award and execution of a 12-month contract with HD SUPPLY WATERWORKS LTD, to provide gate valves, in an estimated amount of \$207,257, with five 12-month extension options in an estimated of \$207,257 per extension option, for a total contract amount not to exceed \$1,243,542.				
Amount and Source of Funding				
Funding in the amount of \$155,443 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Water. Funding for the remaining three months of the original contract period and extension options are contingent upon available funding in future budgets.				
Fiscal Note				
A fiscal note is not required.				
Purchasing Language:	The Purchasing Office issued Invitation for Bids (IFB) JXP0122 for these goods on September 19, 2016 and it closed on October 11, 2016 with six offers received. The recommended offer is the lowest offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is not the current provider for these goods.			
Prior Council Action:				
For More Information:	Georgia Billela, Senior Buyer, 512-974-2939			
Boards and Commission Action:	December 14, 2016 - Recommended by the Water and Wastewater Commission on an 8-0 vote with Commissioner's Blanding and Michel absent and Commissioner Lee off the dais.			
Related Items:				
MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were insufficient subcontracting opportunities therefore, no subcontracting goals were established.			
Additional Backup Information				

The contract will provide for gate valves of various types and sizes for Austin Water (AW). These valves are used to control the water flow in water and wastewater main lines throughout the City. The valves will be purchased and stocked at the AW Webberville warehouse to ensure an adequate supply of valves are available for emergency repair and routine maintenance.

The current contract expired December 24, 2016, with an average yearly spend of \$72,710. The variable demand of required gate valves and the lead time to receive the necessary size makes it essential to maintain stock in the warehouse. The pricing for stocked valves depend on the size of the valve required. The price range of the valves are from \$300 to \$12,486 depending on the size.

If the City is unable to secure a contract, the City will have an inadequate supply to meet emergency repair and routine maintenance.

BID TABULATION

IFB JXP0122
Gate Valves
14 Line Items

<u>Vendor</u>	<u>Total Bid Items</u>
HD SUPPLY WATERWORKS LTD	\$207,257
Techline Pipe	\$208,281
Ferguson Waterworks	\$212,847
ACT Pipe & Supply	\$214,363
CAPP USA	\$429,274
Celtex Industries	\$494,567

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website: [Solicitation Documents](#)

HD SUPPLY WATERWORKS LTD				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	12	\$ 207,257	n/a	n/a
Extension Option 1	12	\$ 207,257	n/a	n/a
Extension Option 2	12	\$ 207,257	n/a	n/a
Extension Option 3	12	\$ 207,257	n/a	n/a
Extension Option 4	12	\$ 207,257	n/a	n/a
Extension Option 5	12	\$ 207,257	n/a	n/a
TOTAL	72	\$ 1,243,542	\$ -	\$ -

