

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	68500	<b>Agenda Number</b>	30.
<b>Meeting Date:</b>	March 23, 2017			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
<p>Authorize award and execution of three contracts with FERGUSON ENTERPRISES INC. DBA FERGUSON WATERWORKS, HD SUPPLY WATERWORKS LTD. and HYDRAFLO INC., to provide fire hydrant parts, for an initial 12-month term in an estimated amount of \$228,410, with four 12-month extension options in an estimated amount of \$252,647 per extension option, for a total contract amount not to exceed \$1,239,000 to be divided among the contractors.</p>				
<b>Amount and Source of Funding</b>				
<p>Funding in the amount of \$114,205 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Water. Funding for the remaining six months of the original contract period and extension options are contingent upon available funding in future budgets.</p>				
<b>Fiscal Note</b>				
<p>A fiscal note is not required.</p>				
<b>Purchasing Language:</b>	<p>The Purchasing Office issued an Invitation for Bids (IFB) ISR0017REBID for these goods on September 26, 2016 and it closed on November 15, 2016 with three offers received. The recommended offers are the lowest offers submitted by responsible offerors. Additional information on the solicitation is included below the line. The recommended offerors are the current providers for these goods.</p>			
<b>Prior Council Action:</b>	<p>█</p>			
<b>For More Information:</b>	<p>Georgia Billela, Senior Buyer, 512-974-2939</p>			
<b>Boards and Commission Action:</b>	<p>March 8, 2017 – Recommended by the Water and Wastewater Commission on an 8-0 vote with Commissioner's Michel and Ho absent and with one vacancy.</p>			
<b>Related Items:</b>	<p>█</p>			
<b>MBE / WBE:</b>	<p>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 was insufficient subcontracting opportunities; therefore, no subcontracting goals were established.</p>			

**Additional Backup Information**

These contracts will provide fire hydrant parts for Austin Water (AW). The City maintains 27,405 fire hydrants.

These three contracts will replace eight contracts with an expiration date of June 30, 2017. The average spend is \$143,145 per year. The variable demand of required parts and the lead time to receive the necessary items makes it essential to maintain stock in the warehouse.

If the City is unable to secure a contract, the repair of City fire hydrants may be impacted.

**BID TABULATION**  
**IFB ISR0017REBID**  
**Fire Hydrants Parts**  
**(135 Line Items)**

<b><u>Vendor</u></b>	<b><u>Total Bid Items</u></b> <b><u>(Item Lines Bid)</u></b>	<b><u>Total Award Items</u></b> <b><u>(Item Lines Award)</u></b>
Ferguson Enterprises Inc., DBA Ferguson Waterworks	\$519,251 (86 of 135)	\$278,478 (60 of 135)
HD Supply Waterworks LTD.	\$809,840 (135 of 135)	\$290,526 (36 of 135)
Hydraflo Inc.	\$100,190 (52 of 135)	\$63,600 (39 of 135)

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. Link: [Solicitation Documents](#).

**FERGUSON ENTERPRISES INC. dba FERGUSON WATERWORKS, HD SUPPLY WATERWORKS LTD., and HYDRAFLO INC.**

	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	12	\$ 228,410	n/a	n/a
Extension Option 1	12	\$ 252,647	n/a	n/a
Extension Option 2	12	\$ 252,647	n/a	n/a
Extension Option 3	12	\$ 252,647	n/a	n/a
Extension Option 4	12	\$ 252,647	n/a	n/a
<b>TOTAL</b>	<b>60</b>	<b>\$ 1,239,000</b>	<b>\$ -</b>	<b>\$ -</b>