



**Recommendation for
Water & Wastewater Commission**

Commission Meeting Date:	June 14, 2017
Council Meeting Date:	August 3, 2017
Department:	Purchasing
SUBJECT	
<p>Authorize award and execution of a 24-month contract with HD SUPPLY WATERWORKS, to provide brass pipe fittings, in an estimated amount of \$490,000, with three 12-month extension options in an estimated amount of \$245,000 per extension option, for a total contract amount not to exceed \$1,225,000.</p>	
AMOUNT AND SOURCE OF FUNDING	
<p>Funding in the amount of \$40,833 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Water. Funding for the remaining 22 months of the original contract period and extension options are contingent upon available funding in future budgets.</p>	
Purchasing Language:	<p>The Purchasing Office issued an Invitation for Bids (IFB) GLB0051REBID for goods on March 6, 2017 and it closed on March 23, 2017 with four offers received. The recommended offer is the lowest offer submitted by a responsible offeror. Additional information on the solicitation is included below the line.</p>
Prior Council Action:	N/A
For More Information:	Georgia Billela, 512-974-2939; Rick Harland, 512-972-0031
Boards and Commission Action:	June 14, 2017- To be reviewed by the Water and Wastewater Commission.
MBE/WBE:	<p>This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9 D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established.</p>

The contract is for the supply of brass pipe fittings for Austin Water. The line maintenance, construction, and field services divisions use these fittings in water services installation and repair. These parts are necessary to make the connection between the water main and the water service line by providing a reliable source of supply of various size and type of brass pipe fittings. The contract will enable service crews to connect new customer accounts and/or repair existing customer line breaks.

The contract will consolidate and replace two contracts which expired on June 30, 2017. The combined contracts averaged spend was \$234,900 per year. The variable demand of required brass fittings 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 water pipes would be affected and potentially impact the City's ability to provide water to the citizens of Austin.

BID TABULATION
IFB GLB0051REBID
 Brass Fittings
 55 Line Items

<u>VENDOR NAME</u>	<u>TOTAL BID ITEMS</u>
HD Supply Waterworks LTD.	\$211,261.09
Techline Pipe	\$223,876.54
Ferguson Waterworks	\$231,813.98
ACT Pipe and Supply	\$241,690.18

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				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	24	\$490,000	n/a	n/a
Extension Option 1	12	\$245,000	n/a	n/a
Extension Option 2	12	\$245,000	n/a	n/a
Extension Option 3	12	\$245,000	n/a	n/a
TOTAL	60	\$1,225,000	\$-	\$-