

# **City Council Report**

Date: December 1, 2014

**To**: City Council

Through: Alex Deshuk, Manager of Technology and Innovation

**From**: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director

Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator

Subject: Six-Month Extension and Dollar Limit Increase to the Term Contract for Fire

System Water Meters for the Water Resources Department (Citywide)

#### **Purpose and Recommendation**

Council is requested to approve a Six-Month Extension and Dollar Limit Increase as recommended to facilitate the rebidding of the contract.

Water Resources and Purchasing recommend authorizing six-month extension and a dollar limit increase of \$100,000.00 with Badger Meter, Inc., increasing the contract amount from \$165,241.04 to \$265,241.04, through May 31, 2015.

## **Background / Discussion**

This contract provides replacement Badger® fire system water meter assemblies for the rehabilitation of existing water meter vaults. These fire series meter assemblies are used to accurately measure continuous low and intermediate domestic flows and high fire flows as needed on a mixed use commercial water service.

On December 7, 2009, Council approved the initial three-year term to the sole source vendor, Badger Meter, Inc. at \$198,413.96. On October 1, 2012, Council approved the two-year renewal option at \$140,241.04 annually, through November 30, 2014.

Water Resources has requested the contract extension and increase to allow their department to complete research and testing of two new types of maintenance-free, fire rated meters prior to re-bidding the contract. These new meters could potentially provide a substantial cost savings in annual maintenance costs to the City. These meters have no moving parts and do not require a smaller secondary meter to be attached for when flows are low.

The City anticipates a new contract in place by June of 2015.

#### **Alternatives**

Council may choose not to authorize the extension and increase and new bids will be obtained.

#### **Fiscal Impact**

The annual contract amount is funded by the Water Resources Capital Improvement Program budget.

#### **Coordinated With**

Water Resources and Purchasing

#### **PURCHASING INFORMATION**

Action: Dollar Limit Increase

Procurement Type: Request for Bids

Solicitation Number: 2009183

Responses Received: Single Bid, and one, No-Bid response

Contract Term: 12/1/2014 through 5/31/2015 (Six-Month Extension)

### SIX-MONTH EXTENSION AND DOLLAR LIMIT INCREASE RECOMMENDATION

Badger Meter, Inc. Milwaukee, WI

#### **Description**

Badger® 4" water meters, FSAA-01 with (2) ADEs, with turbo meter bypass; and Badger® 6" water meters, FSAA-01 with (2) ADEs, with turbo meter bypass per Terms and Conditions, Specifications and Pricing as offered

Two-Year Renewal Award, 10/1/2012	\$140,241.04
Administrative approval, 6/10/2014	\$25,000.00
Current Limit	\$165,241.04

Six-Month Extension and Increase Request, 12/1/2014 \$100,000.00 New Contract Amount (through 5/31/2014) \$265,241.04