

City Council Report

Date: February 5, 2018

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

Subject: One-Year Renewal to the Term Contract for Fire Hydrant Water Meters for

the Water Resources Department (Citywide)

Recommendation

Council is requested to approve the contract renewal as recommended.

The Water Resources Department and Purchasing recommend authorizing the renewal with Badger Meter Inc. dba National Meter Automation at \$35,000.00, based on estimated usage.

Background

This contract provides 3" fire hydrant water meters to accurately measure construction water use of fire hydrants. The meters are installed by Water Utility staff to serve contractors and other customers needing to connect to City fire hydrants for temporary construction water service and dust control purposes.

The City charges fees for fire hydrant meters. The vendor is required to pay a \$1,500 deposit plus \$150 for Mesa personnel to set the meter. Then monthly meter costs are \$108.41 per month for rental and the water usage is billed at \$7.26 per 1,000 gallons. The deposit is refundable upon return of the meter.

National Meter Automation (the manufacturer of Badger meters) offered to renew the contract with a pricing increase for the Badger 3" Turbo 450, of approximately 0.6% per meter, due to significant cost increases in metals such as copper and aluminum, and energy, oil and plastic resins. The City has been satisfied with the vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

Purchase Information

Action: Renewal (2nd of 2 possible) Procurement Type: Request for Bids

Contract Number: 2014100 Responses Received: 4

Original Council Award Date: 1/13/2014

Initial Contract Term: Three years

Funding Source: The purchase is funded in the Water Department operating budget

through Water Operations and Maintenance Funds