



# City Council Report

**Date:** March 19, 2018  
**To:** City Council  
**Through:** Michael Kennington, Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Matt Bauer, Procurement Administrator  
**Subject:** Three-Year Term Contract for Liquid Oxygen and Various Gases for the New Signal Butte Water Treatment Plant as requested by the Water Resources Department **(Citywide)**

## Recommendation

Council is requested to approve the award as recommended.

The Water Resources Department and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidders, Matheson Tri-Gas, Inc.; and Reliant Gases, LTD; for \$102,503.00 annually, based on estimated usage.

## Background / Discussion

This contract will provide bulk Liquid Oxygen (LOX) and Carbon Dioxide (CO<sub>2</sub>) for the new Signal Butte Water Treatment Plant (SBWTP) currently under construction. These gases are used in the operation of a water treatment process and must meet current American Water Works Association (AWWA) standards. The LOX and CO<sub>2</sub> tanks and apparatuses are scheduled to be installed, certified and ready for product by the end of April 2018.

## Purchase Information

Action: Award  
Procurement Type: Request for Bids  
Contract Number: 2018145  
Local Consideration: Not applicable as there were no Mesa responses  
Protests Received: None  
Initial Contract Term: Three years  
Possible Renewals: Two, one-year renewals subject to Administrative review and renewal  
Funding Source: The purchase is funded in the Water Resources Department operating budget (Operations and Maintenance)

## February 14, 2018 Responses

Item 1 – LOX, 99.5% Liquid Oxygen, Item 2 – CO<sub>2</sub>, Carbon Dioxide

Air Products and Chemicals, Inc.  
Allentown, PA

Item 1 – \$33,245.00  
Item 2 – No Bid

Matheson Tri-Gas, Inc.  
Phoenix, AZ

Item 1 – \$29,430.00 (Recommended)  
Item 2 – No Bid

Praxair, Inc.  
Burr Ridge, IL

Item 1 – No Bid  
Item 2 – \$84,315.00

Reliant Gases, LTD  
Midland, TX

Item 1 – No Bid  
Item 2 – \$73,073.00 (Recommended)

No Bid Response received from  
Univar USA, Inc.  
Kent, WA

AWARD RECOMMENDATION
<p>Liquid Oxygen and Various Gases per Agreement No. 2018145; Exhibits – Scope of Work / Technical Specifications, Pricing and Mesa Standard Terms and Conditions; Solicitation including any addenda; and Contractor Response</p> <p><b>Annual Contract Amount: <u>\$102,503.00</u></b> (Tax-Exempt)</p>