



City Council Report

Date: July 9, 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 Polyethylene Natural Gas Pipe and Fittings for the Materials and Supply Warehouse (for the Energy Resources Department) **(Citywide)**

Recommendation

Council is requested to approve the award as recommended.

The Business Services and Energy Resources Departments, and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidders: Border States; Georg Fischer Central Plastics LLC; and Western Water & Gas Products LTD; for \$832,000.00 annually, based on estimated usage.

Background

This contract will provide the polyethylene natural gas pipe and fittings the Gas Utility uses for newly installed intermediate natural gas mains and services and to replace aging infrastructure.

Based in the volatile pricing of polyethylene natural gas pipe and fittings, a firm fixed price contract would not be in the City's best interest. Vendors submitted manufacturer and part number information for products offered in the solicitation. The awarded vendors will be added to a qualified vendors list and then be eligible to respond to requests for quotes as requested by the City.

Purchase Information

Action: Award
Procurement Type: Request for Bids (Pre-Approved Vendors List)
Contract Number: 2018166
Local Consideration: Policy did not apply to this procurement method
Protests Received: None
Initial Contract Term: Three years
Possible Renewals: Up to a maximum of two years, renewals subject to Administrative review and approval
Funding Source: Materials & Supply operating budget through the Warehouse Internal Services Fund

June 25, 2018 Qualifications Responses

Border States – Phoenix, AZ

Georg Fischer Central Plastics LLC – Shawnee, OK

Western Water & Gas Products LTD – Surrey, BC Canada

AWARD RECOMMENDATION
<p>Polyethylene Natural Gas Pipe and Fittings per Agreement No. 2018166; Exhibits – Scope of Work / Technical Specifications, Pricing, and Mesa Standard Terms and Conditions; Solicitation including any addenda; and Contractor Response</p> <p><u>Pre-Approved Vendors List (Groups A – F):</u> Border States – Phoenix, AZ Georg Fischer Central Plastics LLC – Shawnee, OK Western Water & Gas Products LTD – Surrey, BC Canada</p> <p>Annual Contract Amount: <u>\$832,000.00</u></p>