

# **City Council Report**

Date: November 5, 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 with Two Years of Renewal Options for Wedeco

Ultra-Violet (UV) Equipment and Parts for the Water Resources Department (Single Response) (Funded by Greenfield WRP Joint Venture Fund)

(Citywide)

## Recommendation

Council is requested to approve the award as recommended.

The Water Resources Department and Purchasing recommend awarding the contract to Xylem Water Solutions USA, Inc. at \$450,000 annually, based on the estimated usage with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

# **Background / Discussion**

This contract will provide Wedeco Technologies UV disinfection system equipment, materials, parts and supplies for the Greenfield Wastewater Reclamation Plant on an asneeded basis. Items to be purchased will include UV lamps, ballasts and other components for the Wedeco Wastewater Disinfection System that are necessary for wastewater disinfection and compliance with both Federal and State of Arizona regulations for wastewater.

As anticipated, Xylem Water Solutions USA (Xylem) was the only response received, as Xylem is the manufacturer and sells direct to their customers. Realizing this is a limited source area, an Request for Proposal was issued to establish a contract with favorable terms and conditions to the City.

In addition, Xylem has been contracted sole source vendor for the past ten years. The City has been satisfied with the vendor's performance.

## Single Proposal Response

Xylem Water Solutions USA - Charlotte, NC

#### **Purchase Information**

Action: Award

Procurement Type: Request for Proposal

Contract Number: 2019022

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: Greenfield WRP Joint Venture Fund (58% funded by the Towns of Gilbert

and Queen Creek and 42% funded by the Enterprise Fund – Greenfield WRP Joint

Venture)