

City Council Report

Date: August 19, 2019
To: City Council
Through: Michael Kennington, Deputy City Manager/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 Natural Gas Service Excess Flow Valves 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 Department and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidders: Border States; and Wilnat, Inc., dba KGM/Koons Gas Measurement; at \$217,000 annually, with an annual increase allowance of up to 5% or the adjusted Producer Price Index.

Background / Discussion

This contract will provide natural gas service Excess Flow Valves for new construction projects, and maintenance and repair of existing utilities. Energy Resources - Gas Utility is required to install an excess flow valve on all new applicable residential services lines in order to comply with federal regulation.

Purchase Information

Action: Award
Procurement Type: Request for Bids
Contract Number: 2019224
Local Consideration: Not applicable as there were no Mesa responses
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 and Supply operating budget through the Warehouse Internal Services Fund

July 9, 2019 Responses

Wilnat, Inc., dba KGM Tulsa, OK	\$205,136.15 (Recommended – Items 2, 3, 6 and 8)
Border States Phoenix, AZ	\$37,804.20 (Recommended – Items 4, 5, 7, 9, 10, 11, 13, 15, 16, 18 and 19)

No Bid on Items 1, 12, 14, 17 and 20

No Bid response received from: GF Piping Systems – Shawnee, OK