



City Council Report

Date: March 16, 2020
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: One-Year Term Contract with Two Years of Renewal Options for Class 250 Residential Gas Meters 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 Purchasing recommend awarding the contract to the lowest, responsive and responsible bidders: Energy Economics, Inc.; and Tri-Pacific Supply, Inc.; at \$670,000 annually, with an annual increase allowance of up to 5%, or the adjusted Producer Price Index.

Background / Discussion

This contract will provide new and refurbished gas meters used to monitor volume of customer gas usage for the purpose of billing for residential services and used for new gas customers as well as replacement meters as needed. The new meters are Automated Meter Reading (AMR) or Advanced Metering Infrastructure (AMI) compatible. Materials and Supply places orders and maintains stock inventory as needed.

Purchase Information

Action: Award
Procurement Type: Request for Bids
Contract Number: 2020003
Local Consideration: Not applicable as there were no Mesa responses
Protests Received: None
Initial Contract Term: One year
Possible Renewals: Up to a maximum of two years subject to Administrative review and approval
Funding Source: Business Services Department – Materials and Supply operating budget through the Warehouse Internal Services Fund

January 29, 2020 Bid Responses

	<u>New Gas Meters</u>	<u>Refurbished Gas Meters</u>
Energy Economics, Inc. Dodge Center, MN	No Bid	\$55.84 (Recommended)
Measurement Control Systems Santa Ana, CA	AC250-NX \$66.50 AC250 \$84.75	No Bid
Meter, Valve & Control Alamo, CA	\$99.44	No Bid
MRC Global (US), Inc. Houston, TX	\$106.09 less trade-in: \$3.25	\$74.69 less trade-in: \$3.25
Tri-Pacific Supply, Inc. Rocklin, CA	\$75.47 (Recommended)	No Bid