

City Council Report

Date:	May 22, 2017
To:	City Council
Through:	Michael Kennington, Chief Financial Officer
From:	Edward Quedens, MPA, C.P.M., CPPO, Business Services Director Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject:	Two-Year Term Contract for Sludge Screen Machine Rental for the Water Resources Department (58% funded by the Towns of Gilbert and Queen Creek and 42% funded by the Enterprise Fund – Greenfield WRP Joint Venture) (Citywide)

Purpose and Recommendation

Council is requested to approve the Term Contract for Sludge Screen Machine Rental as recommended.

The Water Resources Department and Purchasing recommend awarding the contract to the lowest, responsive and responsible bidder, Huber Technology, Inc. at \$134,956.80 for a 24-month term.

Background / Discussion

This contract will provide the long-term rental of a Sludge Strain Press Unit in continuance of the long-term testing/pilot of the technology. Installation of the press has eliminated the issue with hair and fibrous material clogs that cause equipment failures. The technology has far exceeded the expectations of plant staff and has proven itself as a technology that would immediately reduce/stop current hair and ragging issues that have caused substantial problems in the solids train that results in equipment damage and labor to correct the issues. The determination has been made to continue that employment of the technology and to integrate the technology into the solids process on a semi-permanent scale, with full implementation at Phase III expansion which is a minimum of 24 months out.

Alternatives

Council may choose not to authorize the purchase and new responses will be solicited.

Fiscal Impact

The 24-month contract amount will be funded by the GWRP owners: \$78,274.94 (58%) from Town of Gilbert and Town of Queen Creek and \$56,681.86 (42%) from the City of Mesa through the Enterprise Fund – Greenfield WRP Joint Venture.

Coordinated With

Water Resources and Purchasing

PURCHASING INFORMATION

Action: Initial Award Procurement Type: Request for Bids Solicitation Number: 2017189 Vendors Registered: ProcureAZ (162) and Vendor Self Service (13) Advertising: ProcureAZ and Purchasing Website Downloads: 17 Responses: 2 Local Consideration: Policy did not apply to this procurement (rental) Protests Received: None Initial Contract Term: Two years Possible Renewals: Two, one-year renewals subject to future Council consideration Prices: Future price increases are capped by the Producer Price Index Pricing Available to Other Cooperative Agencies: Yes

April 20, 2017 Response

Huber Technology, Inc. Huntersville, NC \$125,800.00 (Recommended) Option A: \$2,000.00

Eutek Systems, Inc. dba Hydro International dba Hydro International Hillsboro, OR \$156,330.00 Option A: No Bid

AWARD RECOMMENDATION

Huber Technology, Inc. Huntersville, NC

Description		
Sludge Screening Machine Rental per Agreement No. 2017189; Exhibits – Scope of Work / Technical Specifications, Pricing, Mesa Standard Terms and Conditions and Other Exhibits; Solicitation including any addenda; and Contractor Response		
24-Month Monthly Rental per Specifications at <u>\$4,950.00/month</u> and De- Commissioning and Removal of Machinery by Field Service Technician (includes travel and expenses) at <u>\$7,000.00</u>		
Option A: Installation, Start-Up and Commissioning of Machinery and Training of Plant Staff on Operations and Maintenance of the machinery by Field Service Technician (includes all travel and expenses) at <u>\$2,000.00</u>		
Base Option A 5.6% Use Tax 24-Month Contract Total	\$125,800.00 \$2,000.00 <u>\$7,156.80</u> \$134,956.80	