

City Council Report

Date: February 26, 2018

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

Subject: Thirty-Three Month Term Contract for Gas Service Regulators 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 qualified vendors: Border States, and Elster American Meter Company, LLC; cumulatively not to exceed \$86,100.00 annually, based on estimated usage.

Background / Discussion

This contract will provide gas service regulators for new construction projects and maintenance and repair of existing facilities in the City's natural gas distribution system. Bid specifications require service type spring loaded, self-operated, pressure-reducing regulators with full capacity internal relief valves suitable for natural gas service in a gas distribution system. Materials and Supply will order and inventory these gas service regulators.

This award will add additional vendors to one awarded under contract No. 2018004. The contract establishes a list of three pre-approved vendors who will respond to quotes for the purchase of Gas Service Regulators; to increase pricing competition. The original pricing obtained through the solicitation is valid for the first 90 days after award. Pricing will be requested when additional purchases are needed.

Purchase Information

Action: Award (Additional-Solicitation) Procurement Type: Request for Bids

Contract Number: 2018004

Local Consideration: Policy did not apply to this procurement method

Protests Received: None

Initial Contract Term: Term through November 20, 2020

Possible Renewals: Two, one-year renewals subject to Administrative review and renewal Funding Source: The purchase is funded in the Materials and Supply operating budget

through the Warehouse Internal Services Fund

December 7, 2017 Responses (Additional-Solicitation)

Border States \$57,313.20 (Recommended)

Phoenix, AZ

Elster American Meter Company, LLC \$48,380.00 (Recommended)

Nebraska City, NE

AWARD RECOMMENDATION

Gas Service Regulators per Contract No. 2018004; Exhibits – Detailed Specifications and Technical Specifications, Pricing, and Mesa Standard Terms and Conditions; Solicitation including any addenda; and Contractor Response

Annual Contract Amount: \$86,100.00