



CITY COUNCIL COMMUNICATION

August 27, 2013

SUBJECT: Renewal of Annual Contract to Purchase Utility Repair Materials

SUBMITTED BY: Chris Barker, Assistant City Manager

REFERENCE NO: Bid No. 011-12

ACTION REQUESTED:

Consider renewal of Bid No. 011-12 with Ferguson Waterworks, 2650 S. Pipeline Road, Euless, TX 76040, for utility repair materials required to construct and maintain water and sanitary sewer systems and authorize the City Manager to enter into a contract with Ferguson Waterworks and authorize Atlas Utility Supply Company, 2301 Carson St., Fort Worth, TX 76117 to be used as a secondary supplier.

ALTERNATIVES:

- Table the request
- Deny the request
- Re-Bid

SUMMARY OF SUBJECT:

In 2012, the Purchasing Department requested competitive sealed bids (Bid No. 011-12), for the purchase of utility materials to construct and maintain the City of Euless' water and sanitary sewer systems. The items represented in the bid were a cross section of items used by the department and not a commitment to purchase. The City of Euless only purchases material as needed and is billed only for the actual material purchased. The bid also included provisions for three (3), one (1) year renewal options. This request represents the first of those three (3), one (1) year renewals.

The Reduction of Lead in Drinking Water Act, signed into law in January 2011 and going into effect on January 4, 2014, reduces the amount of allowable lead content of all products that come in contact with drinking water for human consumption. The price of certain materials in the contract that do not meet the Reduction of Lead in Drinking Water Act requirements has been increased accordingly to reflect the pricing structure for compliant materials. The Purchasing Department has reviewed the adjustment and has determined the pricing increase to be acceptable.

Staff recommends renewing the annual contract with Ferguson Waterworks.

FINANCIAL CONSIDERATIONS:

Revenue Sources:

Expenditure Accounts: Various Water and Wastewater Accounts

Budgeted Fiscal Year(s): \$230,000

Estimated Expenditure: \$230,000

Total Expenditure:

Over/Under Projection By: 0

Other Comments:

SUPPORTING DOCUMENTS:

- Renewal Bid Tab
- Letter: Reduction of Lead in Drinking Water Act

APPROVED BY:

_____ **LG** _____ City Manager's Office

_____ **KS** _____ City Secretary's Office