

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	22217	<b>Agenda Number</b>	24.
<b>Meeting Date:</b>	March 21, 2013			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
Authorize award and execution of a 24-month requirements supply contract with ELXSI dba as CUES, INC. for Cues repair parts for the Austin Water Utility in an estimated amount not to exceed \$140,000, with two 24-month extension options in an estimated amount not to exceed \$140,000 per extension option, for a total estimated contract amount not to exceed \$420,000.				
<b>Amount and Source of Funding</b>				
Funding in the amount of \$35,000 is available in the Fiscal Year 2012-2013 Operating Budget of the Austin Water Utility. Funding for the remaining 18 months of the original contract period and extension options is contingent upon available funding in future budgets.				
<b>Fiscal Note</b>				
There is no unanticipated fiscal impact. A fiscal note is not required.				
<b>Purchasing Language:</b>	Sole Source.			
<b>Prior Council Action:</b>	[Redacted]			
<b>For More Information:</b>	Steve Aden, Purchasing Manager, 972-4040			
<b>Boards and Commission Action:</b>	Recommended by the Water and Wastewater Commission.			
<b>Related Items:</b>	[Redacted]			
<b>MBE / WBE:</b>	This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore no goals were established for this solicitation.			
<b>Additional Backup Information</b>				

This contract with ELSI dba Cues Inc., Orlando, FL, will provide for the purchase of repair parts for Cues products and equipment used by the Austin Water Utility. The Austin Water Utility owns six Cues TV Inspection Vans. These vehicles are used for the inspection of sewer lines to determine if they require repairs. Repairs on these lines are necessary to comply with the Environmental Protection Agency's requirement regarding leaking raw sewage from wastewater lines. This contract is necessary to maintain a substantial inventory to repair aging equipment in the vans.

Under this agreement the contractor is offering the City a 7.5% discount from its price list for the items purchased under this agreement. The discount has been the same for the past five contract years. This discount will remain firm throughout the life of this agreement.

Cues Inc. is the manufacturer and sole distributor of the parts to be provided under this agreement. Cues, Inc. replacement parts are required to protect this vendor's warranty for Cues, Inc. TV Inspection Vans owned by the City.