

# Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	55866	Agenda Number	26.
Meeting Date:	March 31, 2016				
Department:	Purc	hasing			

### Subject

Authorize award and execution of a 12-month contract with SMITH PUMP COMPANY, for the mechanical refurbishment of five potable water pumps in an amount not to exceed \$174,280, with two 12-month extension options in an amount not to exceed \$174,280 for the first extension option and \$79,341 for the second extension option, for a total contract amount not to exceed \$427,901.

# Amount and Source of Funding

Funding in the amount of \$174,280 is available in the Fiscal Year 2015 – 2016 Operating Budget of Austin Water. Funding for the two extension options are contingent upon available funding in future budgets.

### Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

There is no districtly deed in pact. There is not required.					
Purchasing	Lowest responsive bid received from the previous provider.				
Language:	1 1				
Prior Council					
Action:					
For More	Steve Aden, Purchasing Manager, 512-974-2002				
Information:					
Boards and	March 9, 2016 - Unanimously recommended by the Water and Wastewater Commission on an				
Commission	11-0 vote.				
Action:					
Related Items:					
MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code				
	Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement				
	Program. For the goods and services required for this solicitation, there were insufficient				
	subcontracting opportunities; therefore, no subcontracting goals were established.				
Additional Backup Information					

The contract will provide for the mechanical refurbishment and startup for five high service potable water pumps at Davis Water Treatment Plant's High Service Pump Station. The pumps were purchased in the 1970s and have suffered wear and tear over the years. The station is in continuous operation and pumps potable water to the north portion of the city. The pumps have run without a major incident since the 1970s but have recently developed cracks in key metal parts and cannot be repaired on-site. One pump was refurbished in October 2012 by the recommended vendor.

The Contractor will receive two pumps annually during the period of November through May, in order for the pumps to be refurbished and repaired at its facilities. The repairs will take approximately 12 weeks to complete at which time they will be returned to the plant for startup and testing. These repairs will allow for the station to maintain its operations and eliminate any risks to the staff and plant operations.

MBE/WBE solicited: 1/2

MBE/WBE bid: 0/0

#### **BID TABULATION**

IFB STA1173

Pump Rehabilitation and Startup for Davis Water Treatment Plant (5 line item)

<u>VENDOR</u> <u>TOTAL BID</u>

Smith Pump Company \$427,901

On-Site Equipment Maintenance Edison, NJ

Waco, TX

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\*Vendor withdrew bid due to error in the pricing.

A complete solicitation package, including the bid tabulation, is on file with the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: Solicitation Documents

## **PRICE ANALYSIS**

- a. Sole bid received.
- b. 186 notices were sent, including one MBE and two WBE firms. Two bids were received; however, On-Site Equipment Maintenance withdrew their bid due to pricing error. No MBE / WBE firms responded. Multiple notices may be sent to the same vendor; e.g. one vendor may have multiple email addresses/fax numbers.
- c. The price offered represents a 14% increase to the last purchase made October 2012. This increase can be attributed to increase in labor and transportation cost.

#### **APPROVAL JUSTIFICATION**

a. Low responsive bid.

b. c.	The Purchasing Office concurs with Austin Water's recommended award. Advertised in the Austin American Statesman and on the internet.