



AGENDA *6d*
ITEM _____
DATE 8-31-09

City Council Report

Date: August 31, 2009
To: City Council
Through: Bryan Raines, Deputy City Manager
From: Edward Quedens, Business Services Director
Subject: Term Supply Contract for Water Meter Boxes and Lids for the Materials and Supply Warehouse (Contract #2009140)
"Citywide" contract

Purpose and Recommendation

Council is requested to approve the Term Supply Contract for Water Meter Boxes and Lids as recommended. Bid pricing was obtained and evaluated by the Water Resources Department, and Materials & Supply and Purchasing Divisions.

The Purchasing Division recommends awarding the contract to Farnsworth Wholesale Company at \$69,009.97, based on estimated annual purchases. The recommended vendor's bid included a 2% discount on payment terms which made the overall pricing the lowest.

Background/Discussion

This contract will provide a supply of water meter boxes and lids that house the residential and commercial meters at City utility customers' residences or properties. These non-concrete meter boxes and lids are made to Maricopa Association of Governments (MAG) Specifications and are stored in the City's warehouse for use by the Water Resources Department.

Fourteen (14) vendors were invited to submit a proposal, in addition to advertisements in the Arizona Republic, East Valley Tribune, Record Reporter and Bid Net. Twenty-nine (29) vendors downloaded the bid from the Purchasing website. Only three (3) proposers responded.

The initial term of the contract is three years with a two-year renewal possible. Any price increases are capped by the Producer Price Index (PPI).

Alternatives

Council could choose not to award this supply contract and new bids would be obtained.

Fiscal Impact

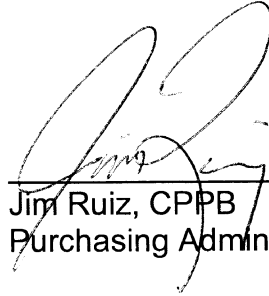
The total amount of \$69,009.97 is available in the Materials & Supply Division's budget.

Coordinated With

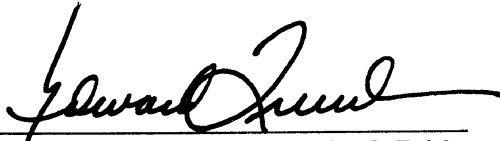
Business Services - Materials and Supply



Pamela Chavez,
Management Assistant II



Jim Ruiz, CPPB
Purchasing Administrator



Edward Quedens, CPPO, C.P.M.
Business Services Director



Bryan Raines,
Deputy City Manager

**CITY OF MESA
 AWARD RECOMMENDATION
 METER BOXES AND LIDS
 (REQUEST FOR BID #2009140)
 Contract Valid Through August, 2012**

**Farnsworth Wholesale Company
 Mesa, AZ**

Description	Bid Price
Water Meter Boxes and Lids to include various quantities of, Meter Boxes #1 & 2 (Armorcast #A6001831 & #A6001831); Meter Lids #1 & 2 (Armorcast #P6001834A & #P6001835A); Meter Box #66 (Armorcast #P6001534X12); Meter Lids #3 & 4 (Armorcast #A6001851 & A6001852); and Lid RPM with Drop-In Cavity #66 (Armorcast A6001643DZ) with Cavity Cover #A6000482 included	\$65,172.00 Less 2% 10 th Prox//Net 30 <u>(\$1,303.44)</u> Sub Total \$63,868.56 8.05% Sales Tax <u>\$5,141.41</u> TOTAL \$69,009.97

June 2009 Bid Results:

Farnsworth Wholesale Company Mesa, AZ	\$63,686.56 (Recommended)
HD Supply Waterworks Phoenix, AZ	\$64,775.80
Ferguson Waterworks Phoenix, AZ	\$65,577.30