



PURCHASING ITEM FOR COUNCIL AGENDA

1. Agenda Item Number:

24

2. Council Meeting Date: February 28, 2008

TO: MAYOR & COUNCIL

3. Date Prepared: January 14, 2008

THROUGH: CITY MANAGER

4. Requesting Department: Municipal Utilities

5. SUBJECT: The one-year extension of agreement No. WD6-936-2251 to Metering Services, Inc., for the purchase of water meter calibration, maintenance, and repair service, in an amount not to exceed \$80,000.

6. RECOMMENDATION: Recommend the one-year extension of agreement No. WD6-936-2251 to Metering Services, Inc., for the purchase of water meter calibration, maintenance, and repair service, in an amount not to exceed \$80,000.

7. HISTORICAL BACKGROUND/DISCUSSION: There are one hundred seventy (170) large water meters (2" and larger) in the water distribution system, which account for approximately 40 to 45% of metered water sales within the City of Chandler. There are also approximately one hundred eighty (180) hydrant meters utilized for construction purposes. These meters require regular maintenance, calibration, and occasional emergency repairs. When residential customers question high water bills or a possible meter malfunction, this service is also used to perform independent meter accuracy testing.

8. EVALUATION PROCESS: In February 2006, Council approved the award of a one-year agreement with provisions for four one-year extensions. The agreement was extended the first year with no price increase. This will be the second extension of the agreement. The contractor is requesting a five percent (5%) increase. Staff considers the request reasonable as the agreement was extended one year with no price increase. Staff has monitored the agreement for the past year and is satisfied with the performance of Metering Services, Inc. By extending this agreement, the City is avoiding administrative costs associated with re-bidding.

9. FINANCIAL IMPLICATIONS:

Costs: \$80,000
Savings: N/A
Long Term Costs: N/A

Fund Source:

Acct. Name: 605.3800.0000.5419 Fund Name: Water Operating/Water Distribution Program Name: Other Equipment R&M CIP Funded: Non-CIP Funds: \$80,000

10. PROPOSED MOTION: Move to approve the one-year extension of agreement No. WD6-936-2251 to Metering Services, Inc., for the purchase of water meter calibration, maintenance, and repair service, in an amount not to exceed \$80,000.

APPROVALS

11. Requesting Department

Robert Mulvey, Assistant Municipal Utilities Director

13. Department Head

Dave Siegel, Municipal Utilities Director

12. Buyer/Contract Admin.

Mike Mandt, CPPB

14. City Manager

W. Mark Pentz

AMENDMENT NUMBER TWO,  
TO AGREEMENT BETWEEN THE CITY OF CHANDLER AND METERING SERVICES  
INC. FOR WATER METERING CALIBRATION MAINTENANCE AND REPAIR  
SERVICE.

This Amendment #TWO to that certain Agreement Between the City Of Chandler and  
Metering Services Inc. for water metering calibration maintenance and repair service  
dated February 23, 2006 and amended February 23, 2007 between the City of Chandler  
(CITY) and Metering Services Inc. is entered into this 1st day of January, 2008.

WHEREAS, the parties have agreed to extend the Contract for one more year term;

NOW THEREFORE, the parties agree as follows:

1. Section 4 is hereby amended to revising the amount not to exceed to \$80,000.
2. Section 5 is hereby amended to extend the term of the Contract for one year commencing on March 1, 2008 and terminating on February 29, 2009 unless sooner terminated as provided in the Contract.
3. Exhibit B is hereby replaced with the attached Exhibit B Amendment 2.
4. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this  
28 day of January, 2008.

CITY OF CHANDLER:

By: \_\_\_\_\_  
Mayor

FOR THE CONTRACTOR:

By: [Signature]  
Title: President

APPROVED AS TO FORM:

\_\_\_\_\_  
City Attorney [Signature]

ATTEST:  
\_\_\_\_\_  
City Clerk

ATTEST: (If corporation)

[Signature]  
Secretary

WITNESS: (If individual or Partnership)

\_\_\_\_\_  
[SEAL]

Exhibit B Amendment 2

				Amendment 2 3/1/08- 2/28/09			
<u>Small Meters</u>				Metering Services			
Item	Size	Disc.	Qty	Unit Price	Ext Price	Unit Price	Ext Price
1	3/4"	Test	25	\$ 30.00	\$ 750.00	\$ 31.50	\$ 787.50
2	1"	Test	25	\$ 30.00	\$ 750.00	\$ 31.50	\$ 787.50
3	1 1/2"	Test	20	\$ 30.00	\$ 600.00	\$ 31.50	\$ 630.00
4	2"	Test	70	\$ 30.00	\$ 2,100.00	\$ 31.50	\$ 2,205.00
5	1 1/2"	Repair	2	\$ 45.00	\$ 90.00	\$ 47.25	\$ 94.50
6	2"	Repair	2	\$ 45.00	\$ 90.00	\$ 47.25	\$ 94.50
7	2"	Replace	70	\$ 90.00	\$ 6,300.00	\$ 94.50	\$ 6,615.00
<u>Hydrant Meters</u>						\$ -	\$ -
8	3"	Field Test	119	\$ 50.00	\$ 5,950.00	\$ 52.50	\$ 6,247.50
9	3"	Shop Test	60	\$ 50.00	\$ 3,000.00	\$ 52.50	\$ 3,150.00
10	3"	Field Repa	30	\$ 40.00	\$ 1,200.00	\$ 42.00	\$ 1,260.00
11	3"	Shop Repa	10	\$ 40.00	\$ 400.00	\$ 42.00	\$ 420.00
<u>Large Turbo Meters</u>						\$ -	\$ -
12	3"	Test	35	\$ 90.00	\$ 3,150.00	\$ 94.50	\$ 3,307.50
13	4"	Test	33	\$ 100.00	\$ 3,300.00	\$ 105.00	\$ 3,465.00
14	6"	Test	27	\$ 100.00	\$ 2,700.00	\$ 105.00	\$ 2,835.00
15	8"	Test	32	\$ 100.00	\$ 3,200.00	\$ 105.00	\$ 3,360.00
16	10"	Test	6	\$ 100.00	\$ 600.00	\$ 105.00	\$ 630.00
17	3"	Repair	9	\$ 100.00	\$ 900.00	\$ 105.00	\$ 945.00
18	4"	Repair	5	\$ 70.00	\$ 350.00	\$ 73.50	\$ 367.50
19	6"	Repair	2	\$ 70.00	\$ 140.00	\$ 73.50	\$ 147.00
20	8"	Repair	2	\$ 70.00	\$ 140.00	\$ 73.50	\$ 147.00
21	10"	Repair	2	\$ 70.00	\$ 140.00	\$ 73.50	\$ 147.00
<u>RECLAIMED METERS</u>						\$ -	\$ -
22	6"	TEST	1	\$ 110.00	\$ 110.00	\$ 115.50	\$ 115.50
<u>Large Compound Meters</u>						\$ -	\$ -
23	3"	Test	21	\$ 90.00	\$ 1,890.00	\$ 94.50	\$ 1,984.50
24	4"	Test	24	\$ 100.00	\$ 2,400.00	\$ 105.00	\$ 2,520.00
25	6"	Test	4	\$ 100.00	\$ 400.00	\$ 105.00	\$ 420.00
26	8"	Test	2	\$ 100.00	\$ 200.00	\$ 105.00	\$ 210.00
27	10"	Test	1	\$ 100.00	\$ 100.00	\$ 105.00	\$ 105.00
28	3"	Repair	9	\$ 70.00	\$ 630.00	\$ 73.50	\$ 661.50
29	4"	Repair	5	\$ 70.00	\$ 350.00	\$ 73.50	\$ 367.50
30	6"	Repair	6	\$ 70.00	\$ 420.00	\$ 73.50	\$ 441.00
31	8"	Repair	2	\$ 70.00	\$ 140.00	\$ 73.50	\$ 147.00
32	10"	Repair	1	\$ 70.00	\$ 70.00	\$ 73.50	\$ 73.50
<u>Parts</u>						\$ -	\$ -
31	Mark Up _____ %	X M	1.12	\$ 15,000.00	\$ 16,800.00	1.12	\$ 16,800.00
	Mark Up _____ %	X Va	1.5				
<u>Extra Work</u>						\$ -	\$ -
32	Regular	Qty. 350	Hours	\$ 35.00	\$ 12,250.00	\$ 36.75	\$ 12,862.50
33	Holliday	10	Hours	\$ 35.00	\$ 350.00	\$ 36.75	\$ 367.50
34	Overtime	50	Hours	\$ 35.00	\$ 1,750.00	\$ 36.75	\$ 1,837.50
35	Weekend	50	Hours	\$ 35.00	\$ 1,750.00	\$ 36.75	\$ 1,837.50
<b>Total Items 1 through 35</b>					<u>\$ 75,460.00</u>		<u>\$ 78,393.00</u>